

103RD GENERAL ASSEMBLY State of Illinois 2023 and 2024 HB4441

Introduced 1/16/2024, by Rep. Daniel Didech

SYNOPSIS AS INTRODUCED:

55 ILCS 5/5-1022.5 new
60 ILCS 1/85-47 new
65 ILCS 5/8-1-7.5 new
70 ILCS 805/8 from Ch. 96 1/2, par. 6315
70 ILCS 1205/8-1 from Ch. 105, par. 8-1
75 ILCS 5/4-19 new
75 ILCS 16/30-55.43 new
105 ILCS 5/10-20.21
105 ILCS 5/34-21.3 from Ch. 122, par. 34-21.3
110 ILCS 805/3-48.5 new

Amends the Counties Code, the Township Code, the Illinois Municipal Code, the Downstate Forest Preserve District Act, the Park District Code, the Illinois Local Library Act, the Public Library District Act of 1991, the School Code, and the Public Community College Act. Provides that the board of trustees and corporate authorities of the various local governmental entities referenced in the named Acts and Codes may establish aspirational goals for the awarding of contracts to minority-owned businesses, women-owned businesses, and businesses owned by persons with disabilities. Defines "minority-owned business", "women-owned business", and "business owned by a person with a disability".

LRB103 35366 AWJ 65431 b

1 AN ACT concerning government.

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

- Section 5. The Counties Code is amended by adding Section 5-1022.5 as follows:
- 6 (55 ILCS 5/5-1022.5 new)
- 7 Sec. 5-1022.5. Aspirational contract goals. A county board may establish aspirational goals for the awarding of contracts 8 9 to minority-owned businesses, women-owned businesses, and businesses owned by persons with disabilities. As used in this 10 Section, "minority-owned business", "women-owned business", 11 12 and "business owned by a person with a disability" have the meanings provided in Section 2 of the Business Enterprise for 13 14 Minorities, Women, and Persons with Disabilities Act.
- Section 10. The Township Code is amended by adding Section 85-47 as follows:
- 17 (60 ILCS 1/85-47 new)
- Sec. 85-47. Aspirational contract goals. A township board
 may establish aspirational goals for the awarding of contracts
 to minority-owned businesses, women-owned businesses, and
 businesses owned by persons with disabilities. As used in this

- 1 Section, "minority-owned business", "women-owned business",
- 2 and "business owned by a person with a disability" have the
- 3 meanings provided in Section 2 of the Business Enterprise for
- 4 <u>Minorities, Women, and Persons with Disabilities Act.</u>
- 5 Section 15. The Illinois Municipal Code is amended by
- 6 adding Section 8-1-7.5 as follows:
- 7 (65 ILCS 5/8-1-7.5 new)
- 8 Sec. 8-1-7.5. Aspirational contractual goals. The
- 9 corporate authorities of a municipality may establish
- 10 aspirational goals for the awarding of contracts to
- 11 minority-owned businesses, women-owned businesses, and
- 12 businesses owned by persons with disabilities. As used in this
- 13 Section, "minority-owned business", "women-owned business",
- 14 and "business owned by a person with a disability" have the
- meanings provided in Section 2 of the Business Enterprise for
- 16 Minorities, Women, and Persons with Disabilities Act.
- 17 Section 20. The Downstate Forest Preserve District Act is
- amended by changing Section 8 as follows:
- 19 (70 ILCS 805/8) (from Ch. 96 1/2, par. 6315)
- Sec. 8. Powers and duties of corporate authority and
- 21 officers; contracts; salaries.
- 22 (a) The board shall be the corporate authority of such

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forest preserve district and shall have power to pass and enforce all necessary ordinances, rules and regulations for the management of the property and conduct of the business of such district. The president of such board shall have power to appoint such employees as may be necessary. In counties with population of less than 3,000,000, within 60 days after their selection the commissioners appointed under the provisions of Section 3a of this Act shall organize by selecting from their members a president, vice president, secretary, treasurer and such other officers as are deemed necessary who shall hold office for the fiscal year in which elected and until their successors are selected and qualify. In the one district in existence on July 1, 1977, that is managed by an appointed board of commissioners, the incumbent president and the other officers appointed in the manner as originally prescribed in this Act shall hold such offices until the completion of their respective terms or in the case of the officers other than president until their successors are appointed by president, but in all cases not to extend beyond January 1, 1980 and until their successors are selected and qualify. Thereafter, the officers shall be selected in the manner as prescribed in this Section except that their first term of office shall not expire until June 30, 1981 and until their successors are selected and qualify.

(a-5) An officer selected pursuant to subsection (a) may be removed, with or without cause, upon a motion adopted by an

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affirmative vote of four-fifths of the board of the forest preserve district. Upon adoption of a motion to remove an officer: (i) the office becomes vacant and the former officer's compensation shall be prorated to the date the motion was approved; (ii) if the officer removed is president then the vice president immediately assumes the duties of the president without president compensation and, if the officer removed is the vice president, treasurer, or secretary, then the president shall select an interim appointee who shall serve until the next regularly scheduled forest preserve district board meeting; and (iii) a new officer shall be selected at the next regularly scheduled forest preserve district board meeting. An officer removed under this Section maintains his or her status as a member of the forest preserve district board.

(b) In any county, city, village, incorporated town or sanitary district where the corporate authorities act as the governing body of a forest preserve district, the person exercising the powers of the president of the board shall have power to appoint a secretary and an assistant secretary and treasurer and an assistant treasurer and such other officers and such employees as may be necessary. The assistant secretary and assistant treasurer shall perform the duties of the secretary and treasurer, respectively in case of death of such officers or when such officers are unable to perform the duties of their respective offices. All contracts for

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supplies, material or work involving an expenditure in excess 1 2 of \$30,000, or a lower amount if required by board policy, 3 shall be let to the lowest responsible bidder, advertising at least once in one or more newspapers of general 5 circulation within the district, excepting work requiring personal confidence or necessary supplies under the control of 6 7 monopolies, where competitive bidding is impossible, or as 8 otherwise provided in the Forest Preserve District and 9 Conservation District Design-Build Authorization Contracts for supplies, material or work involving 10 11 expenditure of \$30,000, or a lower amount if required by board 12 policy, or less may be let without advertising for bids, but 13 whenever practicable, at least 3 competitive bids shall be 14 obtained before letting such contract. All contracts for 15 supplies, material or work shall be signed by the president of 16 the board of commissioners or by any such other officer as the 17 board in its discretion may designate.

- (c) The president of any board of commissioners appointed under the provisions of Section 3a of this Act shall receive a salary not to exceed the sum of \$2500 per annum and the salary of other members of the board so appointed shall not exceed \$1500 per annum. Salaries of the commissioners, officers and employees shall be fixed by ordinance.
- (d) Whenever a forest preserve district owns any personal property that, in the opinion of three-fifths of the members of the board of commissioners, is no longer necessary, useful

- 1 to, or for the best interests of the forest preserve district,
- then three-fifths of the members of the board, at any regular
- 3 meeting or any special meeting called for that purpose by an
- 4 ordinance or resolution that includes a general description of
- 5 the personal property, may authorize the conveyance or sale of
- 6 that personal property in any manner that they may designate,
- 7 with or without advertising the sale.
- 8 (e) A board may establish aspirational goals for the
- 9 awarding of contracts to minority-owned businesses,
- women-owned businesses, and businesses owned by persons with
- 11 disabilities. As used in this subsection, "minority-owned
- business", "women-owned business", and "business owned by a
- 13 person with a disability" have the meanings provided in
- 14 Section 2 of the Business Enterprise for Minorities, Women,
- and Persons with Disabilities Act.
- 16 (Source: P.A. 101-544, eff. 8-23-19; 102-460, eff. 6-1-22.)
- 17 Section 25. The Park District Code is amended by changing
- 18 Section 8-1 as follows:
- 19 (70 ILCS 1205/8-1) (from Ch. 105, par. 8-1)
- 20 Sec. 8-1. General corporate powers. Every park district
- 21 shall, from the time of its organization, be a body corporate
- 22 and politic by the name set forth in the petition for its
- organization, the specific name set forth in this Code, or the
- 24 name it may adopt under Section 8-9 and shall have and exercise

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the following powers:

- (a) To adopt a corporate seal and alter the same at pleasure; to sue and be sued; and to contract in furtherance of any of its corporate purposes.
- (b) (1) To acquire by gift, legacy, grant or purchase, or by condemnation in the manner provided for the exercise of the power of eminent domain under the Eminent Domain Act, any and all real estate, or rights therein necessary building, laying out, extending, for adorning and maintaining any such parks, boulevards and driveways, or for effecting any of the powers or purposes granted under this Code as its board may deem proper, whether such lands be located within or without such district; but no park district, except as provided in paragraph (2) of this subsection, shall have any power of condemnation in the manner provided for the exercise of the power of eminent domain under the Eminent Domain Act or otherwise as to any real estate, lands, riparian rights or estate, or other property situated outside of such district, but shall only have power to acquire the same by gift, legacy, grant or purchase, and such district shall have the same control of and power over lands so acquired without the district as over parks, boulevards and driveways within such district.
- (2) In addition to the powers granted in paragraph (1) of subsection (b), a park district located in more than one county, the majority of its territory located in a

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county over 450,000 in population and none of its territory located in a county over 1,000,000 in population, shall have condemnation power in the manner provided for the exercise of the power of eminent domain under the Eminent Domain Act or as otherwise granted by law as to any and all real estate situated up to one mile outside of such district which is not within the boundaries of another park district.

To acquire by gift, legacy or purchase any personal property necessary for its corporate purposes provided that all contracts for supplies, materials or work involving an expenditure in excess of \$30,000, or a lower amount if required by board policy, shall be let to the lowest responsible bidder after due advertisement. No district shall be required to accept a bid that does not meet the district's established specifications, terms of delivery, quality, and serviceability requirements. Contracts which, by their nature, are not adapted to award by competitive bidding, such as contracts for the services of individuals possessing a high degree of professional skill where the ability or fitness of the individual plays an important part, contracts for the printing of finance committee reports and departmental reports, contracts for the printing or engraving of bonds, tax warrants and other evidences of indebtedness, contracts for utility services such as water, light, heat, telephone or telegraph,

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diesel, gasoline, oil, for fuel (such as contracts or propane), lubricants, or other petroleum aviation, contracts for the use, purchase, delivery, products, movement, or installation of data processing equipment, software, or services and telecommunications interconnect equipment, software, or services, contracts for duplicating machines and supplies, contracts for goods or services procured from another governmental agency, purchases of equipment previously owned by some entity other than the district itself, and contracts for the purchase of magazines, books, periodicals, pamphlets and reports are not subject to competitive bidding. Contracts for emergency expenditures are also exempt competitive bidding when the emergency expenditure is approved by 3/4 of the members of the board.

All competitive bids for contracts involving an expenditure in excess of \$30,000, or a lower amount if required by board policy, must be sealed by the bidder and must be opened by a member or employee of the park board at a public bid opening at which the contents of the bids must be announced. Each bidder must receive at least 3 days notice of the time and place of the bid opening.

For purposes of this subsection, "due advertisement" includes, but is not limited to, at least one public notice at least 10 days before the bid date in a newspaper published in the district or, if no newspaper is published

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in the district, in a newspaper of general circulation in the area of the district.

- (d) To pass all necessary ordinances, rules and regulations for the proper management and conduct of the business of the board and district and to establish by ordinance all needful rules and regulations for the government and protection of parks, boulevards and driveways and other property under its jurisdiction, and to effect the objects for which such districts are formed.
- (e) To prescribe such fines and penalties for the violation of ordinances as it shall deem proper exceeding \$1,000 for any one offense, which fines and penalties may be recovered by an action in the name of such district in the circuit court for the county in which such violation occurred. The park district may also seek in the action, in addition to or instead of fines and penalties, an order that the offender be required to make restitution for damage resulting from violations, and the court shall grant such relief where appropriate. The procedure in such actions shall be the same as that provided by law for like the violation of ordinances in cities actions for organized under the general laws of this State, and offenders may be imprisoned for non-payment of fines and costs in the same manner as in such cities. All fines when collected shall be paid into the treasury of district.

- (f) To manage and control all officers and property of such districts and to provide for joint ownership with one or more cities, villages or incorporated towns of real and personal property used for park purposes by one or more park districts. In case of joint ownership, the terms of the agreement shall be fair, just and equitable to all parties and shall be set forth in a written agreement entered into by the corporate authorities of each participating district, city, village or incorporated town.
- (g) To secure grants and loans, or either, from the United States Government, or any agency or agencies thereof, for financing the acquisition or purchase of any and all real estate, or rights therein, or for effecting any of the powers or purposes granted under this Code as its Board may deem proper.
- (h) To establish fees for the use of facilities and recreational programs of the districts and to derive revenue from non-resident fees from their operations. Fees charged non-residents of such district need not be the same as fees charged to residents of the district. Charging fees or deriving revenue from the facilities and recreational programs shall not affect the right to assert or utilize any defense or immunity, common law or statutory, available to the districts or their employees.
 - (i) To make contracts for a term exceeding one year,

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but not to exceed 3 years, notwithstanding any provision of this Code to the contrary, relating to: (1) the employment of park director, superintendent, а administrator, engineer, health officer, land planner, finance director, attorney, police chief, or other officer who requires technical training or knowledge; employment of outside professional consultants such as engineers, doctors, land planners, auditors, attorneys, or other professional consultants who require technical training or knowledge; (3) the provision of processing equipment and services; and (4) the purchase of energy from a utility or an alternative retail electric supplier. With respect to any contract made under this subsection (i), the corporate authorities shall include in the annual appropriation ordinance for each fiscal year an appropriation of a sum of money sufficient to pay the amount which, by the terms of the contract, is to become due and payable during that fiscal year.

- (j) To enter into licensing or management agreements with not-for-profit corporations organized under the laws of this State to operate park district facilities if the corporation covenants to use the facilities to provide public park or recreational programs for youth.
- (k) To establish aspirational goals for the awarding of contracts to minority-owned businesses, women-owned businesses, and businesses owned by persons with

- disabilities. As used in this subsection, "minority-owned"
- business", "women-owned business", and "business owned by
- a person with a disability" have the meanings provided in
- 4 Section 2 of the Business Enterprise for Minorities,
- 5 Women, and Persons with Disabilities Act.
- 6 (Source: P.A. 101-304, eff. 8-9-19; 102-999, eff. 5-27-22.)
- 7 Section 30. The Illinois Local Library Act is amended by
- 8 adding Section 4-19 as follows:
- 9 (75 ILCS 5/4-19 new)
- 10 Sec. 4-19. Aspirational contractual goals. A board may
- 11 establish aspirational goals for the awarding of contracts to
- 12 minority-owned businesses, women-owned businesses, and
- businesses owned by persons with disabilities. As used in this
- 14 Section, "minority-owned business", "women-owned business",
- and "business owned by a person with a disability" have the
- 16 meanings provided in Section 2 of the Business Enterprise for
- 17 Minorities, Women, and Persons with Disabilities Act.
- 18 Section 35. The Public Library District Act of 1991 is
- amended by adding Section 30-55.43 as follows:
- 20 (75 ILCS 16/30-55.43 new)
- 21 <u>Sec. 30-55.43. Aspirational contractual goals. A board may</u>
- 22 establish aspirational goals for the awarding of contracts to

- 1 minority-owned businesses, women-owned businesses, and
- 2 businesses owned by persons with disabilities. As used in this
- 3 Section, the terms "minority-owned business", "women-owned
- 4 business", and "business owned by a person with a disability"
- 5 have the meanings provided in Section 2 of the Business
- 6 Enterprise for Minorities, Women, and Persons with
- 7 <u>Disabilities Act.</u>
- 8 Section 40. The School Code is amended by changing
- 9 Sections 10-20.21 and 34-21.3 as follows:
- 10 (105 ILCS 5/10-20.21)
- 11 (Text of Section before amendment by P.A. 103-8)
- 12 Sec. 10-20.21. Contracts.
- 13 (a) To award all contracts for purchase of supplies and
- 14 materials or work involving an expenditure in excess of
- \$25,000 or a lower amount as required by board policy to the
- 16 lowest responsible bidder, considering conformity with
- 17 specifications, terms of delivery, quality and serviceability,
- 18 after due advertisement, except the following:
- 19 (i) contracts for the services of individuals
- 20 possessing a high degree of professional skill where the
- 21 ability or fitness of the individual plays an important
- 22 part;
- 23 (ii) contracts for the printing of finance committee
- 24 reports and departmental reports;

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1	(iii) contracts for the printing or engraving of
2	bonds, tax warrants and other evidences of indebtedness;
3	(iv) contracts for the purchase of perishable foods
4	and perishable beverages;
5	(v) contracts for materials and work which have been
6	awarded to the lowest responsible bidder after due
7	advertisement, but due to unforeseen revisions, not the
8	fault of the contractor for materials and work, must be
9	revised causing expenditures not in excess of 10% of the
10	contract price;
11	(vi) contracts for the maintenance or servicing of, or
12	provision of repair parts for, equipment which are made
13	with the manufacturer or authorized service agent of that
14	equipment where the provision of parts, maintenance, or
15	servicing can best be performed by the manufacturer or
16	authorized service agent;
17	(vii) purchases and contracts for the use, purchase,
18	delivery, movement, or installation of data processing
19	equipment, software, or services and telecommunications
20	and interconnect equipment, software, and services;
21	(viii) contracts for duplicating machines and
22	supplies;
23	(ix) contracts for the purchase of fuel, including

diesel, gasoline, oil, aviation, natural gas, or propane,

(x) purchases of equipment previously owned by some

lubricants, or other petroleum products;

entity other than the district itself;

- (xi) contracts for repair, maintenance, remodeling, renovation, or construction, or a single project involving an expenditure not to exceed \$50,000 and not involving a change or increase in the size, type, or extent of an existing facility;
- (xii) contracts for goods or services procured from another governmental agency;
- (xiii) contracts for goods or services which are economically procurable from only one source, such as for the purchase of magazines, books, periodicals, pamphlets and reports, and for utility services such as water, light, heat, telephone or telegraph;
- (xiv) where funds are expended in an emergency and such emergency expenditure is approved by 3/4 of the members of the board;
- (xv) State master contracts authorized under Article
 28A of this Code;
- (xvi) contracts providing for the transportation of pupils, which contracts must be advertised in the same manner as competitive bids and awarded by first considering the bidder or bidders most able to provide safety and comfort for the pupils, stability of service, and any other factors set forth in the request for proposal regarding quality of service, and then price; and (xvii) contracts for goods, services, or management in

the operation of a school's food service, including a school that participates in any of the United States Department of Agriculture's child nutrition programs if a good faith effort is made on behalf of the school district to give preference to:

- (1) contracts that procure food that promotes the health and well-being of students, in compliance with United States Department of Agriculture nutrition standards for school meals. Contracts should also promote the production of scratch made, minimally processed foods;
- (2) contracts that give a preference to State or regional suppliers that source local food products;
- (3) contracts that give a preference to food suppliers that utilize producers that adopt hormone and pest management practices recommended by the United States Department of Agriculture;
- (4) contracts that give a preference to food suppliers that value animal welfare; and
- (5) contracts that increase opportunities for businesses owned and operated by minorities, women, or persons with disabilities.

Food supplier data shall be submitted to the school district at the time of the bid, to the best of the bidder's ability, and updated annually thereafter during the term of the contract. The contractor shall submit the

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updated food supplier data. The data required under this item (xvii) shall include the name and address of each supplier, distributor, processor, and producer involved in the provision of the products that the bidder is to supply.

However, at no time shall a cause of action lie against a school board for awarding a pupil transportation contract per the standards set forth in this subsection (a) unless the cause of action is based on fraudulent conduct.

All competitive bids for contracts involving expenditure in excess of \$25,000 or a lower amount as required by board policy must be sealed by the bidder and must be opened by a member or employee of the school board at a public bid opening at which the contents of the bids must be announced. Each bidder must receive at least 3 days' notice of the time and place of the bid opening. For purposes of this Section due advertisement includes, but is not limited to, at least one public notice at least 10 days before the bid date in a newspaper published in the district, or if no newspaper is published in the district, in a newspaper of general circulation in the area of the district. State master contracts and certified education purchasing contracts, as defined in Article 28A of this Code, are not subject to the requirements of this paragraph.

Under this Section, the acceptance of bids sealed by a bidder and the opening of these bids at a public bid opening

- may be permitted by an electronic process for communicating, accepting, and opening competitive bids. An electronic bidding process must provide for, but is not limited to, the following safeguards:
 - (1) On the date and time certain of a bid opening, the primary person conducting the competitive, sealed, electronic bid process shall log onto a specified database using a unique username and password previously assigned to the bidder to allow access to the bidder's specific bid project number.
 - (2) The specified electronic database must be on a network that (i) is in a secure environment behind a firewall; (ii) has specific encryption tools; (iii) maintains specific intrusion detection systems; (iv) has redundant systems architecture with data storage back-up, whether by compact disc or tape; and (v) maintains a disaster recovery plan.
 - It is the legislative intent of Public Act 96-841 to maintain the integrity of the sealed bidding process provided for in this Section, to further limit any possibility of bid-rigging, to reduce administrative costs to school districts, and to effect efficiencies in communications with bidders.
 - (b) To require, as a condition of any contract for goods and services, that persons bidding for and awarded a contract and all affiliates of the person collect and remit Illinois Use Tax on all sales of tangible personal property into the

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

To require that bids and contracts include 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 school board may declare the contract void if the certification completed pursuant to this subsection (b) is false.

(b-5) To require all contracts and agreements that pertain

to goods and services and that are intended to generate additional revenue and other remunerations for the school district in excess of \$1,000, including without limitation vending machine contracts, sports and other attire, class rings, and photographic services, to be approved by the school board. The school board shall file as an attachment to its annual budget a report, in a form as determined by the State Board of Education, indicating for the prior year the name of the vendor, the product or service provided, and the actual net revenue and non-monetary remuneration from each of the contracts or agreements. In addition, the report shall indicate for what purpose the revenue was used and how and to whom the non-monetary remuneration was distributed.

- (b-10) To prohibit any contract to purchase food with a bidder or offeror if the bidder's or offeror's contract terms prohibit the school from donating food to food banks, including, but not limited to, homeless shelters, food pantries, and soup kitchens.
- (c) If the State education purchasing entity creates a master contract as defined in Article 28A of this Code, then the State education purchasing entity shall notify school districts of the existence of the master contract.
- (d) In purchasing supplies, materials, equipment, or services that are not subject to subsection (c) of this Section, before a school district solicits bids or awards a contract, the district may review and consider as a bid under

- 1 subsection (a) of this Section certified education purchasing
- 2 contracts that are already available through the State
- 3 education purchasing entity.
- 4 (Source: P.A. 101-570, eff. 8-23-19; 101-632, eff. 6-5-20;
- 5 102-1101, eff. 6-29-22.)
- 6 (Text of Section after amendment by P.A. 103-8)
- 7 Sec. 10-20.21. Contracts.
- 8 (a) To award all contracts for purchase of supplies and
- 9 materials or work involving an expenditure in excess of
- 10 \$35,000 or a lower amount as required by board policy to the
- 11 lowest responsible bidder, considering conformity with
- 12 specifications, terms of delivery, quality and serviceability,
- after due advertisement, except the following:
- 14 (i) contracts for the services of individuals
- possessing a high degree of professional skill where the
- ability or fitness of the individual plays an important
- part;
- 18 (ii) contracts for the printing of finance committee
- 19 reports and departmental reports;
- 20 (iii) contracts for the printing or engraving of
- 21 bonds, tax warrants and other evidences of indebtedness;
- 22 (iv) contracts for the purchase of perishable foods
- and perishable beverages;
- 24 (v) contracts for materials and work which have been
- 25 awarded to the lowest responsible bidder after due

advertisement, but due to unforeseen revisions, not the fault of the contractor for materials and work, must be revised causing expenditures not in excess of 10% of the contract price;

- (vi) contracts for the maintenance or servicing of, or provision of repair parts for, equipment which are made with the manufacturer or authorized service agent of that equipment where the provision of parts, maintenance, or servicing can best be performed by the manufacturer or authorized service agent;
- (vii) purchases and contracts for the use, purchase, delivery, movement, or installation of data processing equipment, software, or services and telecommunications and interconnect equipment, software, and services;
- (viii) contracts for duplicating machines and supplies;
- (ix) contracts for the purchase of fuel, including diesel, gasoline, oil, aviation, natural gas, or propane, lubricants, or other petroleum products;
- (x) purchases of equipment previously owned by some entity other than the district itself;
- (xi) contracts for repair, maintenance, remodeling, renovation, or construction, or a single project involving an expenditure not to exceed \$50,000 and not involving a change or increase in the size, type, or extent of an existing facility;

-	(xii)	contracts	for	goods	or	services	procured	from
2	another go	overnmental	ager	ncy;				

(xiii) contracts for goods or services which are economically procurable from only one source, such as for the purchase of magazines, books, periodicals, pamphlets and reports, and for utility services such as water, light, heat, telephone or telegraph;

(xiv) where funds are expended in an emergency and such emergency expenditure is approved by 3/4 of the members of the board;

(xv) State master contracts authorized under Article 28A of this Code;

(xvi) contracts providing for the transportation of pupils, which contracts must be advertised in the same manner as competitive bids and awarded by first considering the bidder or bidders most able to provide safety and comfort for the pupils, stability of service, and any other factors set forth in the request for proposal regarding quality of service, and then price; and

(xvii) contracts for goods, services, or management in the operation of a school's food service, including a school that participates in any of the United States Department of Agriculture's child nutrition programs if a good faith effort is made on behalf of the school district to give preference to:

(1) contracts that procure food that promotes the

health and well-being of students, in compliance with United States Department of Agriculture nutrition standards for school meals. Contracts should also promote the production of scratch made, minimally processed foods;

- (2) contracts that give a preference to State or regional suppliers that source local food products;
- (3) contracts that give a preference to food suppliers that utilize producers that adopt hormone and pest management practices recommended by the United States Department of Agriculture;
- (4) contracts that give a preference to food suppliers that value animal welfare; and
- (5) contracts that increase opportunities for businesses owned and operated by minorities, women, or persons with disabilities.

Food supplier data shall be submitted to the school district at the time of the bid, to the best of the bidder's ability, and updated annually thereafter during the term of the contract. The contractor shall submit the updated food supplier data. The data required under this item (xvii) shall include the name and address of each supplier, distributor, processor, and producer involved in the provision of the products that the bidder is to supply.

However, at no time shall a cause of action lie against a

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school board for awarding a pupil transportation contract per the standards set forth in this subsection (a) unless the cause of action is based on fraudulent conduct.

competitive bids for contracts involving expenditure in excess of \$35,000 or a lower amount as required by board policy must be sealed by the bidder and must be opened by a member or employee of the school board at a public bid opening at which the contents of the bids must be announced. Each bidder must receive at least 3 days' notice of the time and place of the bid opening. For purposes of this Section due advertisement includes, but is not limited to, at least one public notice at least 10 days before the bid date in a newspaper published in the district, or if no newspaper is published in the district, in a newspaper of general circulation in the area of the district. State master contracts and certified education purchasing contracts, as defined in Article 28A of this Code, are not subject to the requirements of this paragraph.

Under this Section, the acceptance of bids sealed by a bidder and the opening of these bids at a public bid opening may be permitted by an electronic process for communicating, accepting, and opening competitive bids. An electronic bidding process must provide for, but is not limited to, the following safeguards:

(1) On the date and time certain of a bid opening, the primary person conducting the competitive, sealed,

electronic bid process shall log onto a specified database using a unique username and password previously assigned to the bidder to allow access to the bidder's specific bid project number.

(2) The specified electronic database must be on a network that (i) is in a secure environment behind a firewall; (ii) has specific encryption tools; (iii) maintains specific intrusion detection systems; (iv) has redundant systems architecture with data storage back-up, whether by compact disc or tape; and (v) maintains a disaster recovery plan.

It is the legislative intent of Public Act 96-841 to maintain the integrity of the sealed bidding process provided for in this Section, to further limit any possibility of bid-rigging, to reduce administrative costs to school districts, and to effect efficiencies in communications with bidders.

(b) To require, as a condition of any contract for goods and services, that persons bidding for and awarded a contract 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 the Illinois Use Tax Act regardless of whether the person or affiliate is a "retailer maintaining a place of business within this State" as defined in Section 2 of the Use Tax Act. For purposes of this Section, the term "affiliate" means any entity that (1) directly, indirectly, or constructively

controls another entity, (2) is directly, indirectly, or constructively controlled by another entity, or (3) is subject to the control of a common entity. For purposes of this subsection (b), an entity controls another entity if it owns, directly or individually, more than 10% of the voting securities of that entity. As used in this subsection (b), the term "voting security" means a security that (1) confers upon the holder the right to vote for the election of members of the board of directors or similar governing body of the business or (2) is convertible into, or entitles the holder to receive upon its exercise, a security that confers such a right to vote. A general partnership interest is a voting security.

To require that bids and contracts include 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 school board may declare the contract void if the certification completed pursuant to this subsection (b) is false.

(b-5) To require all contracts and agreements that pertain to goods and services and that are intended to generate additional revenue and other remunerations for the school district in excess of \$1,000, including without limitation vending machine contracts, sports and other attire, class rings, and photographic services, to be approved by the school board. The school board shall file as an attachment to its

- annual budget a report, in a form as determined by the State
 Board of Education, indicating for the prior year the name of
 the vendor, the product or service provided, and the actual
 net revenue and non-monetary remuneration from each of the
 contracts or agreements. In addition, the report shall
 indicate for what purpose the revenue was used and how and to
 whom the non-monetary remuneration was distributed.
 - (b-10) To prohibit any contract to purchase food with a bidder or offeror if the bidder's or offeror's contract terms prohibit the school from donating food to food banks, including, but not limited to, homeless shelters, food pantries, and soup kitchens.
 - (c) If the State education purchasing entity creates a master contract as defined in Article 28A of this Code, then the State education purchasing entity shall notify school districts of the existence of the master contract.
 - (d) In purchasing supplies, materials, equipment, or services that are not subject to subsection (c) of this Section, before a school district solicits bids or awards a contract, the district may review and consider as a bid under subsection (a) of this Section certified education purchasing contracts that are already available through the State education purchasing entity.
- (e) To establish aspirational goals for the awarding of contracts to minority-owned businesses, women-owned businesses, and businesses owned by persons with disabilities.

- 1 As used in this subsection, "minority-owned business",
- 2 "women-owned business", and "business owned by a person with a
- 3 disability" have the meanings provided in Section 2 of the
- 4 Business Enterprise for Minorities, Women, and Persons with
- 5 Disabilities Act.
- 6 (Source: P.A. 102-1101, eff. 6-29-22; 103-8, eff. 1-1-24.)
- 7 (105 ILCS 5/34-21.3) (from Ch. 122, par. 34-21.3)
- 8 (Text of Section before amendment by P.A. 103-8)
- 9 Sec. 34-21.3. Contracts. The board shall by record vote
- 10 let all contracts (other than those excepted by Section
- 11 10-20.21 of The School Code) for supplies, materials, work,
- 12 and contracts with private carriers for transportation of
- 13 pupils, involving an expenditure in excess of \$25,000 or a
- 14 lower amount as required by board policy by competitive
- 15 bidding as provided in Section 10-20.21 of The School Code.
- 16 The board may delegate to the general superintendent of
- 17 schools, by resolution, the authority to approve contracts in
- 18 amounts of \$25,000 or less.
- 19 For a period of one year from and after the expiration or
- 20 other termination of his or her term of office as a member of
- 21 the board: (i) the former board member shall not be eligible
- for employment nor be employed by the board, a local school
- 23 council, an attendance center, or any other subdivision or
- 24 agent of the board or the school district governed by the
- 25 board, and (ii) neither the board nor the chief purchasing

officer shall let or delegate authority to let any contract for services, employment, or other work to the former board member or to any corporation, partnership, association, sole proprietorship, or other entity other than publicly traded companies from which the former board member receives an annual income, dividends, or other compensation in excess of \$1,500. Any contract that is entered into by or under a delegation of authority from the board or the chief purchasing officer shall contain a provision stating that the contract is not legally binding on the board if entered into in violation of the provisions of this paragraph.

In addition, the State Board of Education, in consultation with the board, shall (i) review existing conflict of interest and disclosure laws or regulations that are applicable to the executive officers and governing boards of school districts organized under this Article and school districts generally, (ii) determine what additional disclosure and conflict of interest provisions would enhance the reputation and fiscal integrity of the board and the procedure under which contracts for goods and services are let, and (iii) develop appropriate reporting forms and procedures applicable to the executive officers, governing board, and other officials of the school district.

24 (Source: P.A. 95-990, eff. 10-3-08.)

(Text of Section after amendment by P.A. 103-8)

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Sec. 34-21.3. Contracts. The board shall by record vote let all contracts (other than those excepted by Section 10-20.21 of this Code) for supplies, materials, or work and contracts with private carriers for transportation of pupils involving an expenditure in excess of \$35,000 or a lower amount as required by board policy by competitive bidding as provided in Section 10-20.21 of this Code.

The board may delegate to the general superintendent of schools, by resolution, the authority to approve contracts in amounts of \$35,000 or less.

For a period of one year from and after the expiration or other termination of his or her term of office as a member of the board: (i) the former board member shall not be eliqible for employment nor be employed by the board, a local school council, an attendance center, or any other subdivision or agent of the board or the school district governed by the board, and (ii) neither the board nor the chief purchasing officer shall let or delegate authority to let any contract for services, employment, or other work to the former board member or to any corporation, partnership, association, sole proprietorship, or other entity other than publicly traded companies from which the former board member receives an annual income, dividends, or other compensation in excess of \$1,500. Any contract that is entered into by or under a delegation of authority from the board or the chief purchasing officer shall contain a provision stating that the contract is

not legally binding on the board if entered into in violation of the provisions of this paragraph.

In addition, the State Board of Education, in consultation with the board, shall (i) review existing conflict of interest and disclosure laws or regulations that are applicable to the executive officers and governing boards of school districts organized under this Article and school districts generally, (ii) determine what additional disclosure and conflict of interest provisions would enhance the reputation and fiscal integrity of the board and the procedure under which contracts for goods and services are let, and (iii) develop appropriate reporting forms and procedures applicable to the executive officers, governing board, and other officials of the school district.

The board may establish aspirational goals for the awarding of contracts to minority-owned businesses, women-owned businesses, and businesses owned by persons with disabilities. As used in this paragraph, "minority-owned business", "women-owned business", and "business owned by a person with a disability" have the meanings provided in Section 2 of the Business Enterprise for Minorities, Women, and Persons with Disabilities Act.

23 (Source: P.A. 103-8, eff. 1-1-24.)

Section 45. The Public Community College Act is amended by adding Section 3-48.5 as follows:

1 (110 ILCS 805/3-48.5 new)

Sec. 3-48.5. Aspirational contract goals. A board may establish aspirational goals for the awarding of contracts to minority-owned businesses, women-owned businesses, and businesses owned by persons with disabilities. As used in this Section, "minority-owned business", "women-owned business", and "business owned by a person with a disability" have the meanings provided in Section 2 of the Business Enterprise for Minorities, Women, and Persons with Disabilities Act.

Section 95. No acceleration or delay. Where this Act makes changes in a statute that is represented in this Act by text that is not yet or no longer in effect (for example, a Section represented by multiple versions), the use of that text does not accelerate or delay the taking effect of (i) the changes made by this Act or (ii) provisions derived from any other Public Act.