

94TH GENERAL ASSEMBLY State of Illinois 2005 and 2006 SB2049

Introduced 2/25/2005, by Sen. Don Harmon

SYNOPSIS AS INTRODUCED:

50 ILCS 20/4b new 50 ILCS 20/14.2 50 ILCS 20/20

from Ch. 85, par. 1044.2 from Ch. 85, par. 1050

Amends the Public Building Commission Act. Allows a public building commission in a municipality with 500,000 inhabitants or more to lease property from a municipal corporation and then lease back the property to the municipal corporation. Increases various relocation assistance payments paid in place of actual moving expenses to a person displaced by a public building commission project. Increases to $$10,000 \pmod{\$5,000}$ the minimum dollar amount of contracts that must be let for open competitive bidding. Requires public advertisement of contracts let for open competitive bidding at least once (now, at least once in each week for 3 consecutive weeks prior to the opening of bids) in a daily newspaper of general circulation in the county where the commission is located. Provides an emergency situation exception to the publication requirement for contracts subject to open competitive bidding. Requires all bids to be open to public inspection after an award or final selection has been made (now, for a period of at least 48 hours before an award is made). Deletes a requirement that a copy of every contract entered into by the public building commission shall be executed in duplicate.

LRB094 09144 AJO 39375 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning local government.

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

- 4 Section 5. The Public Building Commission Act is amended by
- 5 changing Sections 14.2 and 20 and by adding Section 4b as
- 6 follows:

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- 7 (50 ILCS 20/4b new)
- 8 Sec. 4b. Lease; lease back. A Public Building Commission in
- 9 a municipality with 500,000 inhabitants or more may lease
- 10 property from a municipal corporation, as defined in Section 3,
- and then lease back that property to the municipal corporation.
- 12 (50 ILCS 20/14.2) (from Ch. 85, par. 1044.2)
- Sec. 14.2. <u>Relocation assistance payment.</u> In addition to
- 14 all other powers authorized under this Act, a public building
- 15 commission shall have the power to make the following
- 16 relocation assistance payments where such relocation
- 17 assistance payments are not available from Federal funds or
- 18 otherwise:
- 19 (a) A public building commission is authorized to pay, as
- 20 part of the cost of acquisition of any site, to a person
- 21 displaced by a public building commission project, the actual
- 22 reasonable expenses in moving said person, his family, his
- 23 business, or his farm operation, including the moving of
- 24 personal property. The allowable expenses for transportation
- 25 shall not exceed the cost of moving 50 miles from the point
- 26 from which such person, family, business or farm is being
- 27 displaced.
- 28 A public building commission is authorized to adopt rules
- and regulations as may be determined necessary to implement the
- 30 payments as authorized by this section.
- 31 (b) In lieu of the actual moving expenses heretofore

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authorized to be paid, a public building commission may pay any person displaced from a dwelling, who elects to accept such payment, a moving expense allowance determined according to a schedule to be established by a public building commission, not to exceed \$1,000 \$200, and a further dislocation allowance of \$500 \$100.

- (c) In lieu of the actual moving expenses heretofore authorized to be paid, a public building commission may pay any person who moves or discontinues his business or farm who elects to accept such payment, relocation payment in an amount equal to the average annual net earnings of the business or the farm operation, or \$10,000 \$5,000, whichever is the lesser. In the case of a business, no payment shall be made unless the public building commission is satisfied that the business (1) cannot be relocated without a substantial loss of its existing patronage, and (2) is not part commercial enterprise having at least one establishment not being acquired for a project by a public building commission which is engaged in the same or similar business. The term "average annual net earnings" means one-half of any net earnings of the business or farm operation before Federal, State and local income taxes, during the two taxable years immediately preceding the taxable year in which such business or farm operation moves from the real property being acquired for such project, and includes any compensation paid by the business or farm operation to the owner, his spouse or his dependents during such two-year period.
- (d) In addition to the amounts heretofore authorized to be paid by a public building commission, a public building commission may, as part of the cost of acquisition of any site, make a payment to the owner of real property acquired for a public building commission project which is improved by a single, two or three-family dwelling actually owned and occupied by the owner for not less than one year prior to the initiation of negotiations for the acquisition of such property, an amount which, when added to the acquisition

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payment, equals the average price required for a comparable dwelling determined in accordance with standards established by the city, village or town in which the dwelling is located, to be a decent, safe and sanitary dwelling adequate to accommodate the displaced owner, reasonably accessible to public services and places of employment and available on the private market. Such payment shall not exceed the sum of \$25,000 \$5,000, and shall be made only to a displaced owner who purchases and occupies a dwelling that meets the standards established by the city, village or town in which the dwelling is located, within one year subsequent to the date on which he is required to move from the dwelling acquired for the public building commission project. Any individual or family not eligible to receive such payment, who is displaced from any dwelling, which dwelling was actually and lawfully occupied by such individual and family for not less than ninety days prior to the initiation of negotiations for acquisition of such property, may be paid by a public building commission an amount necessary to enable such individual or family to lease or rent for a period not to exceed two years, or to make the down payment on the purchase of a decent, safe and sanitary dwelling of standards adequate to accommodate such individual or family in areas not generally less desirable in regard to public utilities and public and commercial facilities. Such payment shall not exceed the sum of $$2,000 \frac{$1,500}{}$.

(e) In addition to the amounts heretofore authorized to be paid, a public building commission may reimburse the owner of real property acquired for a public building commission project the reasonable and necessary expenses incurred (1)recording fees, transfer taxes, and similar expenses incidental to conveying such property; and (2) penalty costs for prepayment of any mortgages entered into in good faith encumbering such real property, if such mortgage is on record or has been filed for record under applicable State law on the date of the selection, location and designation of the site by a public building commission for such project.

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(f) Nothing contained in this amendatory Act creates in any proceedings brought under the power of eminent domain any element of damages not in existence as of the date of enactment of this amendatory Act.

5 (Source: P.A. 76-2560.)

6 (50 ILCS 20/20) (from Ch. 85, par. 1050)

Sec. 20. All contracts to be let for the construction, alteration, improvement, repair, enlargement, demolition or removal of any buildings or other facilities, or for materials or supplies to be furnished, where the amount thereof is in excess of \$10,000 \$5,000, shall be let to the lowest responsible bidder, or bidders, on open competitive bidding after public advertisement published at least once in each week for three consecutive weeks prior to the opening of bids, in a daily newspaper of general circulation in the county where the commission is located, except in the case of an emergency situation, as determined by the chief executive officer. If a contract is awarded in an emergency situation, (i) the contract accepted must be based on the lowest responsible bid after the commission has made a diligent effort to solicit multiple bids by telephone, facsimile, or other efficient means and (ii) the chief executive officer must submit a report at the next regular meeting of the Board, to be ratified by the Board and entered into the official record, that states the chief executive officer's reason for declaring an emergency situation, the names of all parties solicited for bids, and their bids and that includes a copy of the contract awarded. Nothing contained in this Section shall be construed to prohibit the Board of Commissioners from placing additional advertisements in recognized trade journals. Advertisements for bids shall describe the character of the proposed contract in sufficient detail to enable the bidders thereon to know what their obligation will be, either in the advertisement itself, or by reference to detailed plans and specifications on file in the office of the Public Building Commission at the time of the

1 publication of the first announcement. Such advertisement 2 shall also state the date, time, and place assigned for the 3 opening of bids and no bids shall be received at any time 4 subsequent to the time indicated in said advertisement. The 5 Board of Commissioners may reject any and all bids received and 6 readvertise for bids. All bids shall be open to public inspection in the office of the Public Building Commission 7 8 after an award or final selection has been made for a period of at least forty eight (48) hours before award is made. The 9 successful bidder for such work shall enter into contracts 10 furnished and prescribed by the Board of Commissioners and in 11 12 addition to any other bonds required under this Act the 13 successful bidder shall execute and give bond, payable to and to be approved by the Commission, with a corporate surety 14 15 authorized to do business under the laws of the State of 16 Illinois, in an amount to be determined by the Board of 17 Commissioners, conditioned upon the payment of all labor furnished and materials supplied in the prosecution of the 18 19 contracted work. If the bidder whose bid has been accepted shall neglect or refuse to accept the contract within five (5) 20 days after written notice that the same has been awarded to 21 22 him, or if he accepts but does not execute the contract and 23 give the proper security, the Commission may accept the next 24 lowest bidder, or readvertise and relet in manner above provided. In case any work shall be abandoned by any contractor 25 26 the Commission may, if the best interests of the Commission be 27 thereby served, adopt on behalf of the Commission all subcontracts made by such contractor for such work and all such 28 sub-contractors shall be bound by such adoption if made; and 29 30 the Commission shall, in the manner provided 31 readvertise and relet the work specified in the original 32 contract exclusive of so much thereof as shall be accepted. Every contract when made and entered into, as herein provided 33 for, shall be executed, in duplicate, one copy of which shall 34 35 be held by the Commission, and filed in its records, and one 36 copy of which shall be given to the contractor.

1 (Source: P.A. 84-249.)