

Sen. James A. DeLeo

Filed: 9/22/2008

	09500SB0780sam001 LRB095 05437 JAM 52945 a
1	AMENDMENT TO SENATE BILL 780
2	AMENDMENT NO Amend Senate Bill 780 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Illinois Governmental Ethics Act is amended
5 6	by changing Sections 4A-102 and 4A-103 and by adding Section 2-106 as follows:
O	z-100 as lollows:
7	(5 ILCS 420/2-106 new)
8	Sec. 2-106. Dual employment. No member of the General
9	Assembly, during the term for which he has been elected or
10	appointed, may be employed by the State, a municipality, or
11	unit of local government. This prohibition does not extend to
12	employment as an elected official, firefighter, police
13	officer, school counselor, teacher, or university instructor.
14	As used in this Section:
15	"Elected official" means any individual who was
16	elected to an office in an election certified by the State

1	Board of Elections.
2	"Firefighter" means an individual employed by a fire
3	service.
4	"Police officer" means an individual employed in a
5	regularly constituted police department appointed and
6	sworn or designated by law as a peace officer.
7	"School counselor" has the meaning ascribed to it in
8	Section 10-22.24a of the School Code.
9	"Teacher" means any or all school district employees
10	regularly required to be certified under laws relating to
11	the certification of teachers.
12	"University instructor" means any member of the
13	educational staff of the University of Illinois, Southern
14	Illinois University, Chicago State University, Eastern
15	Illinois University, Governors State University, Illinois
16	State University, Northeastern Illinois University,
17	Northern Illinois University, Western Illinois University,
18	or the Illinois Mathematics and Science Academy whose
19	employment is permanent and continuous or who is employed
20	in a position in which services are expected to be rendered
21	on a continuous basis for at least 4 months or one academic
22	term, whichever is less.
23	(5 ILCS 420/4A-102) (from Ch. 127, par. 604A-102)
24	Sec. 4A-102. The statement of economic interests required
25	by this Article shall include the economic interests of the

- person making the statement as provided in this Section. The interest (if constructively controlled by the person making the statement) of a spouse or any other party, shall be considered to be the same as the interest of the person making the statement. Campaign receipts shall not be included in this statement.
 - (a) The following interests shall be listed by all persons required to file:
 - (1) The name, address and type of practice of any professional organization or individual professional practice in which the person making the statement was an officer, director, associate, partner or proprietor, or served in any advisory capacity, from which income in excess of \$1200 was derived during the preceding calendar year;
 - (2) The nature of professional services (other than services rendered to the unit or units of government in relation to which the person is required to file) and the nature of the entity to which they were rendered if fees exceeding \$5,000 were received during the preceding calendar year from the entity for professional services rendered by the person making the statement.
 - (3) The identity (including the address or legal description of real estate) of any capital asset from which a capital gain of \$5,000 or more was realized in the preceding calendar year.

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- (4) The name of any unit of government which has employed the person making the statement during the preceding calendar year other than the unit or units of government in relation to which the person is required to file.
- (5) The name of any entity from which a gift or gifts, or honorarium or honoraria, valued singly or in the aggregate in excess of \$500, was received during the preceding calendar year.
- (b) The following interests shall also be listed by persons listed in items (a) through (f) and item (l) of Section 4A-101:
 - (1) The name and instrument of ownership in any entity doing business in the State of Illinois, in which an ownership interest held by the person at the date of filing is in excess of \$5,000 fair market value or from which dividends of in excess of \$1,200 were derived during the preceding calendar year. (In the case of real estate, location thereof shall be listed by street address, or if none, then by legal description). No time or demand deposit in a financial institution, nor any debt instrument need be listed;
 - (2) Except for professional service entities, the name of any entity and any position held therein from which income of in excess of \$1,200 was derived during the preceding calendar year, if the entity does business in the State of Illinois. No time or demand deposit in a financial

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institution, nor any debt instrument need be listed.

- (3) The identity of any compensated lobbyist with whom the person making the statement maintains a close economic association, including the name of the lobbyist and specifying the legislative matter or matters which are the object of the lobbying activity, and describing the general type of economic activity of the client or principal on whose behalf that person is lobbying.
- (c) The following interests shall also be listed by persons listed in items (g), (h), and (i) of Section 4A-101:
 - (1) The name and instrument of ownership in any entity doing business with a unit of local government in relation to which the person is required to file if the ownership interest of the person filing is greater than \$5,000 fair market value as of the date of filing or if dividends in excess of \$1,200 were received from the entity during the preceding calendar year. (In the case of real estate, location thereof shall be listed by street address, or if none, then by legal description). No time or demand deposit in a financial institution, nor any debt instrument need be listed.
 - (2) Except for professional service entities, the name of any entity and any position held therein from which income in excess of \$1,200 was derived during the preceding calendar year if the entity does business with a unit of local government in relation to which the person is

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required to file. No time or demand deposit in a financial institution, nor any debt instrument need be listed.

- (3) The name of any entity and the nature of the governmental action requested by any entity which has applied to a unit of local government in relation to which the person must file for any license, franchise or permit for annexation, zoning or rezoning of real estate during the preceding calendar year if the ownership interest of the person filing is in excess of \$5,000 fair market value at the time of filing or if income or dividends in excess of \$1,200 were received by the person filing from the entity during the preceding calendar year.
- (d) The following interests shall also be listed by persons listed in item (a) of Section 4A-101:
 - (1) the name of each client or entity on behalf of whom the individual filing the statement or his or her spouse personally engaged in lobbying or a representation case in the preceding 12 months, for which compensation in excess of \$5,000 was received by either the individual filing the statement or his or her spouse, or by any other entity in which the individual filing the statement or his or her spouse was an officer, director, associate, partner, member, proprietor, or served in an advisory capacity;
 - (2) the name of each client or entity that retained, hired, or otherwise engaged an entity in which the individual filing the statement or his or her spouse has an

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1	ownership interest in excess of 7 1/2%, for the purpose of
2	lobbying or a representation case in the preceding 12
3	months, for which compensation in excess of \$5,000 was
4	received by the entity; and

(3) the name of each client or entity that retained, hired, or otherwise engaged any entity for the purpose of lobbying or a representation case in the preceding 12 months, as a result of which the individual filing the statement or his or her spouse received financial compensation in excess of \$5,000.

For each client or entity listed pursuant to this subsection, the exact amount of compensation received from services rendered in connection with the lobbying or representation case listed, and the identity of the unit of government before which such services were rendered.

As used in this subsection:

"Lobbying" means communicating with representatives of a municipality, unit of local government, State agency, or the General Assembly for the ultimate purpose of influencing executive, legislative, or administrative action. "Lobbying" does not include communications with a State agency, a municipality, a unit of local government, or a member of the General Assembly made in the course of a member of the General Assembly's legislative duties.

"Representation case" means the representation of any person, client, or principal in any matter before any State

1	agency, municipality, or unit of local government where the
2	action or non-action of the State agency, municipality, or
3	unit of local government involves the exercise of
4	discretion. For purposes of this subsection,
5	"representation case" does not include (i) the
6	professional representation of any person, client, or
7	principal in any matter before any court created under
8	Article VI of the Constitution of the State of Illinois or
9	any court created under Article III of the Constitution of
10	the United States, or (ii) inquiries for information or
11	other services rendered in a legislative capacity on behalf
12	of a constituent or other member of the public.
13	(Source: P.A. 92-101, eff. 1-1-02; 93-617, eff. 12-9-03.)
14	(5 ILCS 420/4A-103) (from Ch. 127, par. 604A-103)
15	Sec. 4A-103. The statement of economic interests required
16	by this Article to be filed with the Secretary of State shall
17	be filled in by typewriting or hand printing, shall be
18	verified, dated, and signed by the person making the statement
19	and shall contain substantially the following:
20	STATEMENT OF ECONOMIC INTEREST
21	(TYPE OR HAND PRINT)
22	
23	(name)
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25	(each office or position of employment for which this statement

1	is filed)
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3	(full mailing address)
4	GENERAL DIRECTIONS:
5	The interest (if constructively controlled by the person
6	making the statement) of a spouse or any other party, shall be
7	considered to be the same as the interest of the person making
8	the statement.
9	Campaign receipts shall not be included in this statement.
10	If additional space is needed, please attach supplemental
11	listing.
12	1. List the name and instrument of ownership in any entity
13	doing business in the State of Illinois, in which the ownership
14	interest held by the person at the date of filing is in excess
15	of \$5,000 fair market value or from which dividends in excess
16	of \$1,200 were derived during the preceding calendar year. (In
17	the case of real estate, location thereof shall be listed by
18	street address, or if none, then by legal description.) No time
19	or demand deposit in a financial institution, nor any debt
20	instrument need be listed.
21	Business Entity Instrument of Ownership
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26	2. List the name, address and type of practice of any

1	professional organization in which the person making the
2	statement was an officer, director, associate, partner or
3	proprietor or served in any advisory capacity, from which
4	income in excess of \$1,200 was derived during the preceding
5	calendar year.
6	Name Address Type of Practice
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10	3. List the nature of professional services rendered (other
11	than to the State of Illinois) to each entity from which income
12	exceeding \$5,000 was received for professional services
13	rendered during the preceding calendar year by the person
14	making the statement.
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17	4. List the identity (including the address or legal
18	description of real estate) of any capital asset from which a
19	capital gain of \$5,000 or more was realized during the
20	preceding calendar year.
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23	5. List the identity of any compensated lobbyist with whom
24	the person making the statement maintains a close economic
25	association, including the name of the lobbyist and specifying
26	the legislative matter or matters which are the object of the

1	lobbying activity, and describing the general type of economic
2	activity of the client or principal on whose behalf that person
3	is lobbying.
4	Lobbyist Legislative Matter Client or Principal
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7	6. List the name of any entity doing business in the State
8	of Illinois from which income in excess of \$1,200 was derived
9	during the preceding calendar year other than for professional
10	services and the title or description of any position held in
11	that entity. (In the case of real estate, location thereof
12	shall be listed by street address, or if none, then by legal
13	description). No time or demand deposit in a financial
14	institution nor any debt instrument need be listed.
15	Entity Position Held
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19	7. List the name of any unit of government which employed
20	the person making the statement during the preceding calendar
21	year other than the unit or units of government in relation to
22	which the person is required to file.
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25	8. List the name of any entity from which a gift or gifts,
26	or honorarium or honoraria, valued singly or in the aggregate

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1 in excess of \$500, was received during the preceding calendar 2 vear.

9. For members of the General Assembly and candidates for membership in the General Assembly, list the name of each client or entity on behalf of whom the individual filing the statement or his or her spouse personally engaged in lobbying or a representation case in the preceding 12 months, for which compensation in excess of \$5,000 was rendered to either the individual filing the statement or his or her spouse, or to any other entity in which the individual filing the statement or his or her spouse was an officer, director, associate, partner, member, proprietor, or served in an advisory capacity. This includes the name of the unit of government before which the services were rendered, as well as the exact amount of compensation received from services rendered.

For purposes of this statement, "lobbying" and "representation case" have the meanings ascribed to those terms in Section 4A-102 of the Illinois Governmental Ethics Act.

Client/Entity Unit of Government Amount

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10. For members of the General Assembly and candidates for membership in the General Assembly, list the name of each client or entity that retained, hired, or otherwise engaged an entity in which the individual filing the statement or his or

1	her spouse has an ownership interest in excess of 7 1/2%, for
2	the purpose of lobbying or a representation case in the
3	preceding 12 months, for compensation in excess of \$5,000. This
4	includes the name of the unit of government before which the
5	services were rendered, as well as the exact amount of
6	compensation received from services rendered.
7	For purposes of this statement, "lobbying" and
8	"representation case" have the meanings ascribed to those terms
9	in Section 4A-102 of the Illinois Governmental Ethics Act.
10	Client/Entity Unit of Government Amount
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14	11. For members of the General Assembly and candidates for
15	membership in the General Assembly, list the name of each
16	client or entity that retained, hired, or otherwise engaged any
17	entity for the purpose of lobbying or a representation case in
18	the preceding 12 months, as a result of which the individual
19	filing this statement or his or her spouse received financial
20	compensation in excess of \$5,000. This includes the name of the
21	unit of government before which the services were rendered, as
22	well as the exact amount of compensation received from services
23	rendered.
24	For purposes of this statement, "lobbying" and
25	"representation case" have the meanings ascribed to those terms
26	in Section 4A-102 of the Illinois Governmental Ethics Act.

Τ	<u>Client/Entity</u> <u>Unit of Government</u> <u>Amount</u>
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5	VERIFICATION:
6	"I declare that this statement of economic interests
7	(including any accompanying schedules and statements) has been
8	examined by me and to the best of my knowledge and belief is a
9	true, correct and complete statement of my economic interests
10	as required by the Illinois Governmental Ethics Act. I
11	understand that the penalty for willfully filing a false or
12	incomplete statement shall be a fine not to exceed \$1,000 or
13	imprisonment in a penal institution other than the penitentiary
14	not to exceed one year, or both fine and imprisonment."
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16	(date of filing) (signature of person making the statement)
17	(Source: P.A. 95-173, eff. 1-1-08.)
18	Section 10. The Election Code is amended by adding Section
19	9-35 as follows:
20	(10 ILCS 5/9-35 new)
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	Sec. 9-35. Registration of business entities.
22	(a) This Section governs the procedures for the
23	registration required under Section 20-160 of the Illinois
24	Procurement Code.

1	For the purposes of this Section, the terms "officeholder",
2	"State contract", "business entity", "State agency",
3	"affiliated entity", and "affiliated person" have the meanings
4	ascribed to those terms in Section 50-37 of the Illinois
5	Procurement Code.
6	(b) Registration under Section 20-160 of the Illinois
7	Procurement Code, and any changes to that registration, must be
8	made electronically. The State Board of Elections by rule shall
9	provide for electronic registration, which must contain
10	substantially the following:
11	(1) The name and address of the business entity.
12	(2) The name and address of any affiliated entity of
13	the business entity, including a description of the
14	affiliation.
15	(3) The name and address of any affiliated person of
16	the business entity, including a description of the
17	affiliation.
18	(c) The Board shall provide a certificate of registration
19	to the business entity. The certificate shall be electronic and
20	accessible to the business entity through the State Board of
21	Elections' website and protected by a password.
22	(d) Any business entity required to register under Section
23	20-160 of the Illinois Procurement Code shall provide a copy of
24	the registration certificate, by first class mail or hand
25	delivery within 10 days after registration, to each affiliated
26	entity or affiliated person whose identity is required to be

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- 1 disclosed. Failure to provide notice to an affiliated entity or affiliated person is a business offense for which the business 2
- 3 entity is subject to a fine not to exceed \$1,001.
- 4 (e) In addition to any penalty under Section 20-160 of the 5 Illinois Procurement Code, intentional, willful, or material failure to disclose information required for registration is 6 subject to a civil penalty imposed by the State Board of 7 Elections. The State Board shall impose a civil penalty of 8 9 \$1,000 per business day for failure to update a registration.
 - (f) Any business entity required to register under Section 20-160 of the Illinois Procurement Code shall notify any political committee to which it makes a contribution, at the time of the contribution, that the business entity is registered with the State Board of Elections under Section 20-160 of the Illinois Procurement Code. Any affiliated entity or affiliated person of a business entity required to register under Section 20-160 of the Illinois Procurement Code shall notify any political committee to which it makes a contribution that it is affiliated with a business entity registered with the State Board of Elections under Section 20-160 of the Illinois Procurement Code.
 - (g) The State Board of Elections on its official website shall have a searchable database containing (i) all information required to be submitted to the Board under Section 20-160 of the Illinois Procurement Code and (ii) all reports filed under this Article with the State Board of Elections by all political

- 1 committees. For the purposes of databases maintained by the State Board of Elections, "searchable" means able to search by 2 "political committee", as defined in this Article, and by 3 4 "officeholder", "State agency", "business entity", "affiliated 5 entity", and "affiliated person". The Board shall not place the 6 name of a minor child on the website. However, the Board shall provide a link to all contributions made by anyone reporting 7 the same residential address as any affiliated person. In 8 9 addition, the State Board of Elections on its official website 10 shall provide an electronic connection to any searchable 11 database of State contracts maintained by the Comptroller,
- 13 (h) The State Board of Elections shall have rulemaking 14 authority to implement this Section.
- 15 Section 15. The Compensation Review Act is amended by changing Sections 4 and 5 as follows: 16
- 17 (25 ILCS 120/4) (from Ch. 63, par. 904)

searchable by business entity.

18 Sec. 4. Meetings of the Board; determining compensation; public hearings; reports. The Board shall meet as often as may 19 be necessary and shall determine, upon a vote requiring at 20 least 7 affirmative votes, the compensation for members of the 21 22 General Assembly, judges, other than the county supplement, 23 State's attorneys, other than the county supplement, 24 elected constitutional officers of State government, and

	1	certain	appointed	officers	of	State	government.
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- In determining the compensation for each office, the 2
- Compensation Review Board shall consider the following 3
- 4 factors:

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- (a) the skill required,
- (b) the time required, 6
 - (c) the opportunity for other earned income,
- (d) the value of public services as performed in 8 9 comparable states,
 - (e) the value of such services as performed in the private sector in Illinois and comparable states based on the responsibility and discretion required in the office,
 - (f) the average consumer prices commonly known as the cost of living,
 - (q) the overall compensation presently received by the public officials and all other benefits received,
 - (h) the interests and welfare of the public and the financial ability of the State to meet those costs, and
- (i) such other factors, not confined to the foregoing, 19 20 which are normally or traditionally taken consideration in the determination of such compensation. 21
- 22 The Board shall conduct public hearings prior to filing its 23 reports report.

24 At the public hearings, the Board shall allow interested 25 persons to present their views and comments. The Board may 26 prescribe reasonable rules for the conduct of public hearings,

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to prevent undue repetition. The meetings of the Board are 1 subject to the Open Meetings Act. 2

The Board shall propose (i) one file an initial report with respect to all offices and positions, except judges and State's attorneys (known as "report A") and (ii) one report with respect to judges and State's attorneys (known as "report B"). The Board shall file the reports with the House Representatives, the Senate, the Comptroller and the Secretary of State. Subsequent reports shall be filed therewith before April 1 in each even-numbered year. Report A shall state thereafter stating the annual salary for all offices and positions, except judges and State's attorneys, for which the Board files reports. Report B shall state members of the General Assembly, the elected State constitutional officers and certain appointed State officers and compensated employees and members of certain State departments, agencies, boards and commissions whose terms begin in the next calendar year; the annual salary for State's attorneys; and the annual salary for the Auditor General and for Supreme Court, Appellate Court, Circuit Court and Associate judges. If a the report increases the annual salary of judges, State's attorneys, and the Auditor General, such increase shall take effect when the report is approved as soon as the time period for disapproval or reduction, as provided in subsection (b) of Section 5, has expired.

The salaries in a the report or as reduced by the General

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- 1 Assembly, other than for judges, State's attorneys, and the
- 2 Auditor General, shall take effect as provided by law.
- (Source: P.A. 90-375, eff. 8-14-97; 91-798, eff. 7-9-00.) 3
- 4 (25 ILCS 120/5) (from Ch. 63, par. 905)
 - Sec. 5. (a) If the Board fails to recommend a change in salary or the General Assembly does not approve a disapproves the report as provided in subsection (b), and a new term for any officer provided for in this Act begins, the salary for the new term shall be the same as the salary in effect when the previous term ended.
 - (b) The General Assembly may approve a disapprove the report of the Board in whole, or reduce it in whole proportionately, within 30 session days after each house of the legislature next convenes after the report is filed, by adoption of a resolution by a record vote of the majority of the members elected in each house directed to the Board. Such resolution shall be binding upon the Board. A resolution may approve or reduce no more than one report, and no more than one resolution may be adopted by a single vote.
 - For the initial report filed by the Board after this Act takes effect, the General Assembly may, by January 9, 1985, disapprove the report of the Board in whole, or reduce it in whole proportionately, after the report is filed, by the adoption of a resolution by a record vote of the majority of the members.

- 1 (Source: P.A. 83-1177.)
- Section 20. The Illinois Procurement Code is amended by 2
- 3 adding Sections 20-160 and 50-37 as follows:
- (30 ILCS 500/20-160 new) 4
- Sec. 20-160. Business entities; certification; 5
- 6 registration with the State Board of Elections.
- 7 (a) For purposes of this Section, the terms "business
- 8 entity", "contract", "State contract", "contract with a State
- agency", "State agency", "affiliated entity", and "affiliated 9
- 10 person" have the meanings ascribed to those terms in Section
- 11 50-37.
- 12 (b) Every bid submitted to and every contract executed by
- 13 the State on or after the effective date of this amendatory Act
- of the 95th General Assembly shall contain (1) a certification 14
- by the bidder or contractor that either (i) the bidder or 15
- contractor is not required to register as a business entity 16
- with the State Board of Elections pursuant to this Section or 17
- 18 (ii) the bidder or contractor has registered as a business
- 19 entity with the State Board of Elections and acknowledges a
- 20 continuing duty to update the registration and (2) a statement
- that the contract is voidable under Section 50-60 for the 21
- 22 bidder's or contractor's failure to comply with this Section.
- 23 (c) Within 30 days after the effective date of this
- 24 amendatory Act of the 95th General Assembly, each business

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entity (i) whose aggregate bids and proposals on State contracts annually total more than \$50,000, (ii) whose aggregate bids and proposals on State contracts combined with the business entity's aggregate annual total value of State contracts exceed \$50,000, or (iii) whose contracts with State agencies, in the aggregate, annually total more than \$50,000 shall register with the State Board of Elections in accordance with Section 9-35 of the Election Code. A business entity required to register under this subsection shall submit a copy of the certificate of registration to the applicable chief procurement officer within 90 days after the effective date of this amendatory Act of the 95th General Assembly. A business entity required to register under this subsection due to item (i) or (ii) has a continuing duty to ensure that the registration is accurate during the period beginning on the date of registration and ending on the day after the date the contract is awarded; any change in information must be reported to the State Board of Elections within 2 business days following such change. A business entity required to register under this subsection due to item (iii) has a continuing duty to ensure that the registration is accurate in accordance with subsection (f). (d) Any business entity, not required under subsection (c) to register within 30 days after the effective date of this amendatory Act of the 95th General Assembly, whose aggregate

bids and proposals on State contracts annually total more than

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\$50,000, or whose aggregate bids and proposals on State contracts combined with the business entity's aggregate annual total value of State contracts exceed \$50,000, shall register with the State Board of Elections in accordance with Section 9-35 of the Election Code prior to submitting to a State agency the bid or proposal whose value causes the business entity to fall within the monetary description of this subsection. A business entity required to register under this subsection has a continuing duty to ensure that the registration is accurate during the period beginning on the date of registration and ending on the day after the date the contract is awarded. Any change in information must be reported to the State Board of Elections within 2 business days following such change.

(e) A business entity whose contracts with State agencies, in the aggregate, annually total more than \$50,000 must maintain its registration under this Section and has a continuing duty to ensure that the registration is accurate for the duration of the term of office of the incumbent officeholder awarding the contracts or for a period of 2 years following the expiration or termination of the contracts, whichever is longer. Any change in information shall be reported to the State Board of Elections within 10 days following such change; however, if a business entity required to register under this subsection has a pending bid or proposal, any change in information shall be reported to the State Board of Elections within 2 business days.

1	(f) A business entity's continuing duty under this Section
2	to ensure the accuracy of its registration includes the
3	requirement that the business entity notify the State Board of
4	Elections of any change in information, including but not
5	limited to changes of affiliated entities or affiliated
6	persons.
7	(q) A copy of a certificate of registration must accompany
8	any bid or proposal for a contract with a State agency by a
9	business entity required to register under this Section. A
10	chief procurement officer shall not accept a bid or proposal
11	unless the certificate is submitted to the agency with the bid
12	or proposal.
13	(h) A registration, and any changes to a registration, must
14	include the business entity's verification of accuracy and
15	subjects the business entity to the penalties of the laws of
16	this State for perjury.
17	In addition to any penalty under Section 9-35 of the
18	Election Code, intentional, willful, or material failure to
19	disclose information required for registration shall render
20	the contract, bid, proposal, or other procurement relationship
21	voidable by the chief procurement officer if he or she deems it
22	to be in the best interest of the State of Illinois.

(i) This Section applies regardless of the method of source

selection used in awarding the contract.

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1	Sec.	50-37.	Prohibi	tion c	of	political	contributions.
2	(a) 7	As used	in this	Secti	on	•	

(a) As used in this Section:

The terms "contract", "State contract", and "contract with a State agency" each mean any contract, as defined in this Code, between a business entity and a State agency let or awarded pursuant to this Code. The terms "contract", "State contract", and "contract with a State agency" do not include cost reimbursement contracts; purchase of care agreements as defined in Section 1-15.68 of this Code; grants, including but are not limited to grants for job training or transportation; and grants, loans, or tax credit agreements for economic development purposes.

"Contribution" means a contribution as defined in Section 9-1.4 of the Election Code.

"Declared candidate" means a person who has filed a statement of candidacy and petition for nomination or election in the principal office of the State Board of Elections.

"State agency" means and includes all boards, commissions, agencies, institutions, authorities, and bodies politic and corporate of the State, created by or in accordance with the Illinois Constitution or State statute, of the executive branch or legislative branch of State government, and the Auditor General, and does include colleges, universities, public employee retirement systems, and institutions under the jurisdiction of the

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governing boards of the University of Illinois, Southern Illinois University, Illinois State University, Eastern Illinois University, Northern Illinois University, Western Illinois University, Chicago State University, Governors State University, Northeastern Illinois University, and the Illinois Board of Higher Education.

"Officeholder" means the Governor, Lieutenant Governor, Attorney General, <u>Secretary of State</u>, Comptroller, or Treasurer. The Governor shall be considered the officeholder responsible for awarding all contracts by all officers and employees of, and vendors and others doing business with, executive branch State agencies under the jurisdiction of the Executive Ethics Commission and not within the jurisdiction of the Attorney General, the Secretary of State, the Comptroller, or the Treasurer.

"Sponsoring entity" means a sponsoring entity as defined in Section 9-3 of the Election Code.

"Affiliated person" means (i) any person with any ownership interest or distributive share of the bidding or contracting business entity in excess of 7.5%, (ii) executive employees of the bidding or contracting business entity, and (iii) the spouse and minor children of any such persons.

"Affiliated entity" means (i) any subsidiary of the bidding or contracting business entity, (ii) any member of

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the same unitary business group, (iii) any organization recognized by the United States Internal Revenue Service as a tax-exempt organization described in Section 501(c) of the Internal Revenue Code of 1986 (or any successor provision of federal tax law) established by the bidding or contracting business entity, any affiliated entity of that business entity, or any affiliated person of that business entity, or (iv) any political committee for which the bidding or contracting business entity, or any 501(c) organization described in item (iii) related to that business entity, is the sponsoring entity.

"Business entity" means any entity doing business for profit, whether organized as a corporation, partnership, sole proprietorship, limited liability company or partnership, or otherwise.

"Executive employee" means the President, Chairman, Chief Executive Officer, or other employee with executive decision-making authority over the long-term and day-to-day affairs of the entity employing the employee, or an employee whose compensation is determined directly, in whole or in part, by the award or payment of contracts by a State agency to the entity employing the employee.

(b) Any business entity whose contracts with State agencies, in the aggregate, annually total more than \$50,000, and any affiliated entities or affiliated persons of such business entity, are prohibited from making any contributions

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to (i) any political committees established to promote the candidacy of an officeholder or declared candidate for that office, (ii) any political committees established to promote the candidacy of any member of the General Assembly or declared candidate for membership in the General Assembly, or (iii) any political committee of a state central committee of any political party that is represented by an officeholder or member of the General Assembly or a declared candidate for that office or membership in the General Assembly. This prohibition shall be effective for the duration of the term of the contract and for a period of 2 years following the expiration or termination of the contracts.

(c) Any business entity whose aggregate pending bids and proposals on State contracts total more than \$50,000, or whose aggregate pending bids and proposals on State contracts combined with the business entity's aggregate annual total value of State contracts exceed \$50,000, and any affiliated entities or affiliated persons of such business entity, are prohibited from making any contributions to (i) any political committee established to promote the candidacy of any officeholder or declared candidate for that office, (ii) any political committee established to promote the candidacy of any member of the General Assembly or declared candidate for membership in the General Assembly, or (iii) any political committee of a state central committee of any political party that is represented by an officeholder or member of the General

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- 1 Assembly or a declared candidate for that office or membership in the General Assembly. This prohibition shall be effective 2 during the period beginning on the date the invitation for bids 3 4 or request for proposals is issued and ending on the day after
- 5 the date the contract is awarded.
 - (d) All contracts between State agencies and a business entity that violate subsection (b) or (c) shall be voidable under Section 50-60. If a business entity violates subsection (b) 3 or more times within a 36-month period, then all contracts between State agencies and that business entity shall be void, and that business entity shall not bid or respond to any invitation to bid or request for proposals from any State agency or otherwise enter into any contract with any State agency for 3 years from the date of the last violation. A notice of each violation and the penalty imposed shall be published in both the Procurement Bulletin and the Illinois Register.
 - (e) Any political committee that has received a contribution in violation of subsection (b) or (c) shall pay an amount equal to the value of the contribution to the State no more than 30 days after notice of the violation concerning the contribution appears in the Illinois Register. Payments received by the State pursuant to this subsection shall be deposited into the general revenue fund.
 - (f) Nothing in this Section shall prohibit an individual from making a contribution to a political committee established

1	to	promote	e l	nis	or	her	own	candidacy	for	office	or	for
2	mem	bership	in	the	Gene	eral	Assem	blv.				

- (g) This Section shall not apply in circumstances when it is determined by the federal government or a court of competent jurisdiction that its application would violate federal law or regulation or otherwise prevent the State's receipt of federal funds.
- Section 97. Severability. If the provisions of this Act or its application to any person or circumstance is held invalid, the invalidity of that provision or application does not affect the other provisions or applications of this Act that can be given effect without the invalid provision or application.".