

Sen. Michael Bond

Filed: 4/11/2008

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1	AMENDMENT TO SENATE B	SILL 2683
2	AMENDMENT NO Amend Senat	e Bill 2683 by replacing
3	everything after the enacting clause w	ith the following:
4	"Section 5. The School Code is ame	
5	10-20.21, 29-6.1, and 34-21.3 as follo	WS:
6	(105 ILCS 5/10-20.21) (from Ch. 1	22, par. 10-20.21)
7	Sec. 10-20.21. Contracts.	
8	(a) To award all contracts for	r purchase of supplies,
9	materials or work or contracts wit	th private carriers for
10	transportation of pupils <u>(except a</u>	s otherwise provided in
11	Section 29-6.1 of this Code) involving	an expenditure in excess
12	of \$10,000 to the lowest responsi	ble bidder, considering
13	conformity with specifications, terms	of delivery, quality and
14	serviceability, after due advertiseme	nt, except the following:
15	(i) contracts for the services of indi	viduals possessing a high
16	degree of professional skill where t	he ability or fitness of

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1 the individual plays an important part; (ii) contracts for the printing of finance committee reports and 2 departmental reports; (iii) contracts for the printing or engraving of 3 4 bonds, tax warrants and other evidences of indebtedness; (iv) 5 contracts for the purchase of perishable foods and perishable 6 beverages; (v) contracts for materials and work which have been 7 awarded to the lowest responsible bidder after due 8 advertisement, but due to unforeseen revisions, not the fault 9 of the contractor for materials and work, must be revised 10 causing expenditures not in excess of 10% of the contract 11 price; (vi) contracts for the maintenance or servicing of, or provision of repair parts for, equipment which are made with 12 13 the manufacturer or authorized service agent of that equipment 14 where the provision of parts, maintenance, or servicing can 15 best be performed by the manufacturer or authorized service 16 agent; (vii) purchases and contracts for the use, purchase, delivery, movement, or installation of 17 data processing equipment, software, or services and telecommunications and 18 19 interconnect equipment, software, and services; (viii) 20 contracts for duplicating machines and supplies; (ix) contracts for the purchase of natural gas when the cost is less 21 22 than that offered by a public utility; (x) purchases of 23 equipment previously owned by some entity other than the 24 district itself; (xi) contracts for repair, maintenance, 25 remodeling, renovation, or construction, or a single project 26 involving an expenditure not to exceed \$20,000 and not

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1 involving a change or increase in the size, type, or extent of an existing facility; (xii) contracts for goods or services 2 procured from another governmental agency; (xiii) contracts 3 4 for goods or services which are economically procurable from 5 only one source, such as for the purchase of magazines, books, periodicals, pamphlets and reports, and for utility services 6 such as water, light, heat, telephone or telegraph; (xiv) where 7 8 funds are expended in an emergency and such emergency 9 expenditure is approved by 3/4 of the members of the board; and 10 (xv) State master contracts authorized under Article 28A of 11 this Code.

competitive bids for 12 A11 contracts involving an 13 expenditure in excess of \$10,000 must be sealed by the bidder 14 and must be opened by a member or employee of the school board 15 at a public bid opening at which the contents of the bids must 16 be announced. Each bidder must receive at least 3 days' notice of the time and place of the bid opening. For purposes of this 17 Section due advertisement includes, but is not limited to, at 18 least one public notice at least 10 days before the bid date in 19 20 a newspaper published in the district, or if no newspaper is 21 published in the district, in a newspaper of general circulation in the area of the district. State master contracts 22 23 and certified education purchasing contracts, as defined in 24 Article 28A of this Code, are not subject to the requirements 25 of this paragraph.

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(b) To require, as a condition of any contract for goods

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1 and services, that persons bidding for and awarded a contract and all affiliates of the person collect and remit Illinois Use 2 3 Tax on all sales of tangible personal property into the State 4 of Illinois in accordance with the provisions of the Illinois 5 Use Tax Act regardless of whether the person or affiliate is a "retailer maintaining a place of business within this State" as 6 defined in Section 2 of the Use Tax Act. For purposes of this 7 8 Section, the term "affiliate" means any entity that (1) 9 directly, indirectly, or constructively controls another 10 entity, (2) is directly, indirectly, or constructively controlled by another entity, or (3) is subject to the control 11 of a common entity. For purposes of this subsection (b), an 12 entity controls another entity if it owns, directly or 13 14 individually, more than 10% of the voting securities of that 15 entity. As used in this subsection (b), the term "voting 16 security" means a security that (1) confers upon the holder the right to vote for the election of members of the board of 17 18 directors or similar governing body of the business or (2) is 19 convertible into, or entitles the holder to receive upon its 20 exercise, a security that confers such a right to vote. A 21 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 1 certification completed pursuant to this subsection (b) is 2 false.

3 (b-5) To require all contracts and agreements that pertain 4 to goods and services and that are intended to generate 5 additional revenue and other remunerations for the school district in excess of \$1,000, including without limitation 6 vending machine contracts, sports and other attire, class 7 rings, and photographic services, to be approved by the school 8 9 board. The school board shall file as an attachment to its 10 annual budget a report, in a form as determined by the State 11 Board of Education, indicating for the prior year the name of the vendor, the product or service provided, and the actual net 12 13 revenue and non-monetary remuneration from each of the 14 contracts or agreements. In addition, the report shall indicate 15 for what purpose the revenue was used and how and to whom the 16 non-monetary remuneration was distributed.

(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 09500SB2683sam001

1 education purchasing entity.

2 (Source: P.A. 93-25, eff. 6-20-03; 93-1036, eff. 9-14-04; 3 94-714, eff. 7-1-06.)

4 (105 ILCS 5/29-6.1) (from Ch. 122, par. 29-6.1)

5 Sec. 29-6.1. Contracts for transportation. Subject to Section 6-106.11 of the Illinois Vehicle Code, school boards 6 7 may enter into contracts for up to 3 years for transportation 8 of pupils to and from school. Such contracts may be extended 9 for up to 2 additional years by mutual agreement of the 10 parties, and thereafter may be extended on a year-to-year basis by mutual agreement of the parties, however no such contract 11 may be extended on a year-to-year basis if a school board 12 13 receives a timely request from another interested contractor 14 that a contract be let by bid. Notwithstanding any other 15 provision of this Section or Section 10-20.21 or 34-21.3 of this Code, in the case of a contract involving the 16 transportation of children with disabilities, as defined in 17 18 Article 14 of this Code, the contract must be procured in a 19 manner substantially equivalent to the procedures under 20 Section 20-10 or 20-15 of the Illinois Procurement Code.

21 (Source: P.A. 84-768.)

(105 ILCS 5/34-21.3) (from Ch. 122, par. 34-21.3)
Sec. 34-21.3. Contracts. The board shall by record vote let
all contracts (other than those excepted by Section 10-20.21 of

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1 The School Code) for supplies, materials, work, and contracts 2 with private carriers for transportation of pupils <u>(except as</u> 3 <u>otherwise provided in Section 29-6.1 of this Code)</u>, involving 4 an expenditure in excess of \$10,000 by competitive bidding as 5 provided in Section 10-20.21 of The School Code.

6 The board may delegate to the general superintendent of 7 schools, by resolution, the authority to approve contracts in 8 amounts of \$10,000 or less.

9 For a period of one year from and after the expiration or 10 other termination of his or her term of office as a member of 11 the board: (i) the former board member shall not be eligible for employment nor be employed by the board, a local school 12 13 council, an attendance center, or any other subdivision or agent of the board or the school district governed by the 14 15 board, and (ii) neither the board nor the chief purchasing 16 officer shall let or delegate authority to let any contract for services, employment, or other work to the former board member 17 any corporation, partnership, association, 18 or to sole proprietorship, or other entity other than publicly traded 19 20 companies from which the former board member receives an annual 21 income, dividends, or other compensation in excess of \$1,500. 22 Any contract that is entered into by or under a delegation of 23 authority from the board or the chief purchasing officer shall 24 contain a provision stating that the contract is not legally 25 binding on the board if entered into in violation of the 26 provisions of this paragraph.

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1 In addition, the State Board of Education, in consultation 2 with the board, shall (i) review existing conflict of interest 3 and disclosure laws or regulations that are applicable to the 4 executive officers and governing boards of school districts 5 organized under this Article and school districts generally, 6 (ii) determine what additional disclosure and conflict of interest provisions would enhance the reputation and fiscal 7 8 integrity of the board and the procedure under which contracts 9 for goods and services are let, and (iii) develop appropriate 10 reporting forms and procedures applicable to the executive 11 officers, governing board, and other officials of the school district. 12

13 (Source: P.A. 89-15, eff. 5-30-95.)

Section 90. The State Mandates Act is amended by adding Section 8.32 as follows:

16 (30 ILCS 805/8.32 new)

Sec. 8.32. Exempt mandate. Notwithstanding Sections 6 and 8 of this Act, no reimbursement by the State is required for the implementation of any mandate created by this amendatory Act of the 95th General Assembly.".