

Sen. Don Harmon

## Filed: 3/15/2010

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1	AMENDMENT TO SENATE BILL 2810
2	AMENDMENT NO Amend Senate Bill 2810, AS AMENDED,
3	by replacing everything after the enacting clause with the
4	following:
5	"Section 5. The Local Government Energy Conservation Act is
6	amended by changing Sections 5, 20, and 25 as follows:
7	(50 ILCS 515/5)
8	Sec. 5. Definitions. As used in this Act, unless the
9	context clearly requires otherwise:
10	"Energy conservation measure" means any improvement,
11	repair, alteration, or betterment of any building or facility
12	owned or operated by a unit of local government or any
13	equipment, fixture, or furnishing to be added to or used in any
14	such building or facility, subject to all applicable building
15	codes, that is designed to reduce energy consumption or
16	operating costs, and may include, without limitation, one or

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1 more of the following:

2 3

(1) Insulation of the building structure or systems within the building.

(2)Storm windows or doors, caulking 4 or 5 weatherstripping, multiglazed windows or doors, heat absorbing or heat reflective glazed and coated window or 6 door systems, additional glazing, reductions in glass 7 8 area, or other window and door system modifications that 9 reduce energy consumption.

10

(3) Automated or computerized energy control systems.

11 (4) Heating, ventilating, or air conditioning system modifications or replacements. 12

13 (5) Replacement or modification of lighting fixtures 14 to increase the energy efficiency of the lighting system 15 without increasing the overall illumination of a facility, 16 unless an increase in illumination is necessary to conform to the applicable State or local building code for the 17 18 lighting system after the proposed modifications are made.

19

(6) Energy recovery systems.

20 (7) Energy conservation measures that provide 21 long-term operating cost reductions.

22 "Guaranteed energy savings contract" means a contract for: 23 (i) the implementation of an energy audit, data collection, and 24 other related analyses preliminary to the undertaking of energy 25 conservation measures; (ii) the evaluation and recommendation 26 of energy conservation measures; (iii) the implementation of 09600SB2810sam003 -3- LRB096 19438 RLJ 38997 a

1 one or more energy conservation measures; and (iv) the 2 implementation of project monitoring and data collection to verify post-installation energy consumption and energy-related 3 4 operating costs. The contract shall provide that all payments, 5 except obligations on termination of the contract before its 6 expiration, are to be made over time and that the savings are 7 guaranteed to the extent necessary to pay the costs of the 8 energy conservation measures. Energy savings may include 9 energy reduction and offsetting sources of renewable energy 10 funds including renewable energy credits and carbon credits.

11 "Qualified provider" means a person or business whose experienced and trained in 12 emplovees are the design, 13 implementation, or installation of energy conservation 14 measures. The minimum training required for any person or 15 employee under this paragraph shall be the satisfactory 16 completion of at least 40 hours of course instruction dealing with energy conservation measures. A qualified provider to whom 17 the contract is awarded shall give a sufficient bond to the 18 19 unit of local government for its faithful performance.

"Request for proposals" means a competitive selection achieved by negotiated procurement. The request for proposals shall be announced through at least one public notice, at least 14 days before the request date in a newspaper published in the territory comprising the unit of local government or, if no newspaper is published in that territory, in a newspaper of general circulation in the area of the unit of local 09600SB2810sam003 -4- LRB096 19438 RLJ 38997 a

1 government, from a unit of local government that will 2 administer the program, requesting innovative solutions and 3 proposals for energy conservation measures. Proposals 4 submitted shall be sealed. The request for proposals shall 5 include all of the following:

6 (1) The name and address of the unit of local 7 government.

8 (2) The name, address, title, and phone number of a 9 contact person.

10 (3) Notice indicating that the unit of local government 11 is requesting qualified providers to propose energy 12 conservation measures through a guaranteed energy savings 13 contract.

14 (4) The date, time, and place where proposals must be 15 received.

16 (5) The evaluation criteria for assessing the 17 proposals.

18 (6) Any other stipulations and clarifications the unit19 of local government may require.

20 "Unit of local government" means a county, township, 21 municipality, or park district.

22 (Source: P.A. 94-1062, eff. 7-31-06.)

23 (50 ILCS 515/20)

24 Sec. 20. Guarantee. The guaranteed energy savings contract 25 shall include a written guarantee of the qualified provider 09600SB2810sam003 -5- LRB096 19438 RLJ 38997 a

1 that either the energy or operational cost savings, or both, will meet or exceed within 20  $\frac{10}{10}$  years the costs of the energy 2 conservation measures. The qualified provider shall reimburse 3 4 the unit of local government for any shortfall of guaranteed 5 energy savings projected in the contract. A qualified provider 6 shall provide a sufficient bond to the unit of local government for the installation and the faithful performance of all the 7 8 measures included in the contract. The guaranteed energy 9 savings contract may provide for payments over a period of 10 time, not to exceed 20  $\frac{10}{10}$  years from the date of the final 11 installation of the measures.

12 (Source: P.A. 88-173; 88-615, eff. 9-9-94.)

## 13 (50 ILCS 515/25)

Sec. 25. Installment payment contract; lease purchase 14 15 agreement; or other agreement. A unit of local government, or units of local government in combination, may enter into an 16 17 installment payment contract  $\underline{or}$  - lease purchase agreement - or other agreement with a qualified provider or with a third 18 19 party, as authorized by law, for the funding or financing of 20 the purchase and installation of energy conservation measures 21 by a qualified provider. Every unit of local government may issue certificates evidencing the indebtedness 22 incurred 23 pursuant to the contracts or agreements. Any such contract or 24 agreement shall be valid whether or not an appropriation with 25 respect thereto is first included in any annual or supplemental 09600SB2810sam003 -6- LRB096 19438 RLJ 38997 a

budget adopted by the unit of local government. Each contract or agreement entered into by a unit of local government pursuant to this Section shall be authorized by official action of the unit of local government's governing body. The authority granted under this Section is in addition to any other authority granted by law.

7 If an energy audit is performed by an energy services 8 contractor for a unit of local government within the 3 years 9 immediately preceding the solicitation, then the unit of local 10 government must publish as a reference document in the 11 solicitation for energy conservation measures the following:

12 <u>(1) an executive summary of the energy audit provided</u> 13 <u>that the unit of local government may exclude any</u> 14 <u>proprietary or trademarked information or practices; or</u>

15 (2) the energy audit provided that the unit of local 16 government may redact any proprietary or trademarked 17 information or practices.

18 <u>A unit of local government may not withhold the disclosure of</u> 19 <u>information related to (i) the unit of local government's</u> 20 <u>consumption of energy, (ii) the physical condition of the unit</u> 21 <u>of local government's facilities, and (iii) any limitations</u> 22 <u>prescribed by the unit of local government.</u>

23 <u>The solicitation must include a written disclosure that</u> 24 <u>identifies any energy services contractor that participated in</u> 25 <u>the preparation of the specifications issued by the unit of</u> 26 <u>local government. If no energy services contractor</u> 09600SB2810sam003 -7- LRB096 19438 RLJ 38997 a

1	participated in the preparation of the specifications issued by
2	the unit of local government, then the solicitation must
3	include a written disclosure that no energy services contractor
4	participated in the preparation of the specifications for the
5	unit of local government. The written disclosure shall be
6	published in the Capital Development Board Procurement
7	Bulletin with the Request for Proposal.
8	(Source: P.A. 95-612, eff. 9-11-07.)
9	Section 10. The School Code is amended by changing Sections
10	19b-1.2, 19b-1.4, 19b-3, and 19b-5 as follows:
11	(105 ILCS 5/19b-1.2) (from Ch. 122, par. 19b-1.2)
12	Sec. 19b-1.2. Guaranteed energy savings contract.
13	"Guaranteed energy savings contract" means a contract for: (i)
14	the implementation of an energy audit, data collection, and
15	other related analyses preliminary to the undertaking of energy
16	conservation measures; (ii) the evaluation and recommendation
17	of energy conservation measures; (iii) the implementation of
18	one or more energy conservation measures; and (iv) the
19	implementation of project monitoring and data collection to
20	verify post-installation energy consumption and energy-related
21	operating costs. The contract shall provide that all payments,
22	except obligations on termination of the contract before its
23	expiration, are to be made over time and that the savings are
24	guaranteed to the extent necessary to pay the costs of the

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1 energy conservation measures. Energy saving may include energy reduction and offsetting sources of renewable energy funds 2 3 including renewable energy credits and carbon credits. 4 (Source: P.A. 87-1106.)

5 (105 ILCS 5/19b-1.4) (from Ch. 122, par. 19b-1.4)

19b-1.4. Request for proposals. "Request 6 Sec. for 7 proposals" means а competitive selection achieved by 8 negotiated procurement. The request for proposals shall be 9 submitted to the administrators of the Capital Development announced in the Illinois 10 Board Procurement Bulletin 11 Procurement Bulletin for publication and through at least one 12 public notice, at least 30 14 days before the request date in a 13 newspaper published in the district or vocational center area, 14 or if no newspaper is published in the district or vocational 15 center area, in a newspaper of general circulation in the area of the district or vocational center, from a school district or 16 area vocational center that will administer the program, 17 18 requesting innovative solutions and proposals for energy 19 conservation measures. Proposals submitted shall be sealed. 20 The request for proposals shall include all of the following:

21

(1) The name and address of the school district or area 22 vocation center.

23 (2) The name, address, title, and phone number of a 24 contact person.

25

(3) Notice indicating that the school district or area

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vocational center is requesting qualified providers to
 propose energy conservation measures through a guaranteed
 energy savings contract.

4 (4) The date, time, and place where proposals must be 5 received.

6 (5) The evaluation criteria for assessing the 7 proposals.

8 (6) Any other stipulations and clarifications the
9 school district or area vocational center may require.
10 (Source: P.A. 95-612, eff. 9-11-07.)

11 (105 ILCS 5/19b-3) (from Ch. 122, par. 19b-3)

12 Sec. 19b-3. Award of guaranteed energy savings contract. 13 Sealed proposals must be opened by a member or employee of the 14 school board or governing board of the area vocational center, 15 whichever is applicable, at a public opening at which the contents of the proposals must be announced. Each person or 16 17 entity submitting a sealed proposal must receive at least 13 days notice of the time and place of the opening. The school 18 19 district or area vocational center shall select the qualified provider that best meets the needs of the district or area 20 21 vocational center. The school district or area vocational 22 center shall provide public notice of the meeting at which it 23 proposes to award a guaranteed energy savings contract of the 24 names of the parties to the proposed contract and of the 25 purpose of the contract. The public notice shall be made at

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1 least 10 days prior to the meeting. After evaluating the proposals under Section 19b-2, a school district or area 2 vocational center may enter into a guaranteed energy savings 3 4 contract with a qualified provider if it finds that the amount 5 it would spend on the energy conservation measures recommended in the proposal would not exceed the amount to be saved in 6 either energy or operational costs, or both, within a 20-year 7 period from the date of installation, if the recommendations in 8 9 the proposal are followed. Contracts let or awarded must be 10 submitted to the administrators of the Capital Development Board Procurement Bulletin for publication published in the 11 next available subsequent Illinois Procurement Bulletin. 12

13 (Source: P.A. 95-612, eff. 9-11-07.)

14 (105 ILCS 5/19b-5) (from Ch. 122, par. 19b-5)

15 Sec. 19b-5. Installment payment contract; lease purchase agreement. A school district or school districts in combination 16 or an area vocational center may enter into an installment 17 18 payment contract or lease purchase agreement with a qualified 19 provider or with a third-party lender, as authorized by law, for the funding or financing of the purchase and installation 20 21 of energy conservation measures by a qualified provider. Every 22 school district or vocational center area may issue 23 certificates evidencing the indebtedness incurred pursuant to 24 the contracts or agreements. Any such contract or agreement 25 shall be valid whether or not an appropriation with respect 09600SB2810sam003 -11- LRB096 19438 RLJ 38997 a

1 thereto is first included in any annual or supplemental budget 2 adopted by the school district or area vocational center. Each contract or agreement entered into by a school district or area 3 4 vocational center pursuant to this Section shall be authorized 5 by official action resolution of the school board or governing 6 board of the area vocational center, whichever is applicable. The authority granted in this Section is in addition to any 7 8 other authority granted by law.

9 If an energy audit is performed by an energy services 10 contractor for a school district within the 3 years immediately 11 preceding the solicitation, then the school district must 12 publish as a reference document in the solicitation for energy 13 conservation measures the following:

14 <u>(1) an executive summary of the energy audit provided</u> 15 <u>that the school district may exclude any proprietary or</u> 16 trademarked information or practices; or

17 (2) the energy audit provided that the school district 18 may redact any proprietary or trademarked information or 19 practices.

A school district may not withhold the disclosure of information related to (i) the school district's consumption of energy, (ii) the physical condition of the school district's facilities, and (iii) any limitations prescribed by the school district.

25 <u>The solicitation must include a written disclosure that</u>
26 <u>identifies any energy services contractor that participated in</u>

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1	the preparation of the specifications issued by the school
2	district. If no energy services contractor participated in the
3	preparation of the specifications issued by the school
4	district, then the solicitation must include a written
5	disclosure that no energy services contractor participated in
6	the preparation of the specifications for the school district.
7	The written disclosure shall be published in the Capital
8	
	Development Board Procurement Bulletin with the Request for
9	Proposal.
10	(Source: P.A. 95-612, eff. 9-11-07.)

Section 15. The Public University Energy Conservation Act is amended by changing Sections 5-15 and 25 as follows:

13 (110 ILCS 62/5-15)

14 Sec. 5-15. Guaranteed energy savings contract. "Guaranteed energy savings contract" means a contract for: (i) the 15 implementation of an energy audit, data collection, and other 16 17 related analyses preliminary to the undertaking of energy 18 conservation measures; (ii) the evaluation and recommendation of energy conservation measures; (iii) the implementation of 19 20 one or more energy conservation measures; and (iv) the 21 implementation of project monitoring and data collection to 22 verify post-installation energy consumption and energy-related 23 operating costs. The contract shall provide that all payments, 24 except obligations on termination of the contract before its

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1	expiration, are to be made over time and that the savings are
2	guaranteed to the extent necessary to pay the costs of the
3	energy conservation measures. Energy savings may include
4	energy reduction and offsetting sources of renewable energy
5	funds including renewable energy credits and carbon credits.

6 (Source: P.A. 90-486, eff. 8-17-97.)

7 (110 ILCS 62/25)

8 Sec. 25. Installment payment contract; lease purchase 9 А public university or 2 or more public agreement. 10 universities in combination may enter into an installment payment contract or lease purchase agreement with a qualified 11 provider or with a third-party lender, as authorized by law, 12 13 for the funding or financing of the purchase and installation 14 of energy conservation measures by a qualified provider. Each 15 public university may issue certificates evidencing the indebtedness incurred pursuant to the contracts or agreements. 16 17 Any such contract or agreement shall be valid whether or not an appropriation with respect thereto is first included in any 18 19 annual or additional or supplemental budget proposal, request, 20 or recommendation submitted by or made with respect to a public university under Section 8 of the Board of Higher Education Act 21 or as otherwise provided by law. Each contract or agreement 22 23 entered into by a public university pursuant to this Section 24 shall be authorized by official action resolution of the board of trustees of that university. The authority granted in this 25

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Section is in addition to any other authority granted by law.
Source: P.A. 95-612, eff. 9-11-07.)

3 Section 99. Effective date. This Act takes effect upon 4 becoming law.".