AN ACT concerning finance. 1

Be it enacted by the People of the State of Illinois, 2 represented in the General Assembly: 3

- 4 Section 5. The Illinois Procurement Code is amended by 5 adding Section 30-50 as follows:
- (30 ILCS 500/30-50 new)6
- 7 Sec. 30-50. Mobilization payments.
- (a) As used in this Section, "mobilization payment" means 8 9 an advance payment to a contractor or subcontractor that 10 enables the contractor or subcontractor to purchase necessary machinery and tools for a project. "Mobilization payment" may 11 12 also include other goods or services necessary for a project
- when expressly provided for within the contract. 13
- 14 (b) All contracts under this Code entered into by the Department of Transportation shall provide for mobilization 15 16 payments unless explicitly rejected by the contractor.
- (c) When a contract under this Code entered into by the 17 Department of Transportation provides for mobilization 18 19 payments and the contractor is using the services of a 20 subcontractor, the subcontract shall include terms requiring 21 mobilization payments be made to the subcontractor.
- Mobilization payments to a subcontractor shall be made on a 22 tiered system based on the total value of the subcontract: 2.3

	HB4477 Engrossed	- 2 -	LRB099 18353 MLM 42728 b
1	Subcontract value	Mobili	zation percentage
2	Less than \$10,000	25%	
3	\$10,000-\$19,999	20%	
4	\$20,000-\$39,999	<u>18%</u>	
5	\$40,000-\$59,999	<u>16%</u>	
6	\$60,000-\$79,999	<u>14%</u>	
7	\$80,000-\$99,999	<u>12</u> %	
8	\$100,000-\$249,999	<u>10</u> %	
9	\$250,000-\$499,999	<u>9</u> %	
10	\$500,000-\$750,00 <u>0</u>	<u>8</u> %	
11	Over \$750,000	<u>7%</u>	
12	(d) This Section only ap	oplies to	contracts entered into by
13	the Department of Transportation.		