

1 AN ACT concerning finance.

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

4 Section 5. The Illinois Procurement Code is amended by
5 adding Section 30-50 as follows:

6 (30 ILCS 500/30-50 new)

7 Sec. 30-50. Mobilization payments.

8 (a) As used in this Section, "mobilization payment" means
9 an advance payment to a contractor or subcontractor that
10 enables the contractor or subcontractor to purchase necessary
11 machinery and tools for a project. "Mobilization payment" may
12 also include other goods or services necessary for a project
13 when expressly provided for within the contract.

14 (b) All contracts under this Code entered into by the
15 Department of Transportation shall provide for mobilization
16 payments unless explicitly rejected by the contractor.

17 (c) When a contract under this Code entered into by the
18 Department of Transportation provides for mobilization
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.

22 Mobilization payments to a subcontractor shall be made on a
23 tiered system based on the total value of the subcontract:

<u>Subcontract value</u>	<u>Mobilization percentage</u>
<u>Less than \$10,000</u>	<u>25%</u>
<u>\$10,000-\$19,999</u>	<u>20%</u>
<u>\$20,000-\$39,999</u>	<u>18%</u>
<u>\$40,000-\$59,999</u>	<u>16%</u>
<u>\$60,000-\$79,999</u>	<u>14%</u>
<u>\$80,000-\$99,999</u>	<u>12%</u>
<u>\$100,000-\$249,999</u>	<u>10%</u>
<u>\$250,000-\$499,999</u>	<u>9%</u>
<u>\$500,000-\$750,000</u>	<u>8%</u>
<u>Over \$750,000</u>	<u>7%</u>

12 (d) This Section only applies to contracts entered into by
13 the Department of Transportation.