LRB89200888TAtm

AN ACT to amend the Illinois State Collection Act of 1986
by changing Section 8.

3 Be it enacted by the People of the State of Illinois,4 represented in the General Assembly:

5 Section 5. The Illinois State Collection Act of 1986 is 6 amended by changing Section 8 as follows:

7 (30 ILCS 210/8) (from Ch. 15, par. 158)

8 Sec. 8. Debt Collection Board. There is created a Debt Collection Board consisting of the Director of Central 9 Management Services as chairman, the State Comptroller, 10 and the Attorney General, or their respective designees. 11 The Board shall establish a centralized collections service to 12 13 undertake further collection efforts on delinquent accounts or claims of the State that which have not been collected 14 through the reasonable efforts of the respective State 15 16 agencies. The Board shall promulgate rules and regulations pursuant to the Illinois Administrative Procedure Act with 17 regard to the establishment of timetables and the assumption 18 19 of responsibility for agency accounts receivable that have 20 not been collected by the agency, are not subject to a current repayment plan, or have not been certified as 21 22 uncollectible as of the date specified by the Board. The Board shall make a final evaluation of those accounts and 23 either (i) direct or conduct further collection activities 24 when further collection efforts are in the best economic 25 interest of the State or (ii) in accordance with Section 2 of 26 27 the Uncollected State Claims Act, certify the receivable as uncollectible or submit the account to the Attorney General 28 29 for that certification.

30 The Board is empowered to adopt rules and regulations 31 subject to the provisions of the Illinois Administrative 1 Procedure Act.

2 The Board is empowered to enter into one or more 3 contracts with outside vendors with demonstrated capabilities 4 in the area of account collection. The contracts shall be 5 let on the basis of competitive proposals secured from 6 responsible proposers. The Board may require that vendors be 7 prequalified. All contracts shall provide for a contingent fee based on the age, nature, amount, and type of delinquent 8 9 account. The Board may adopt a reasonable classification 10 schedule for the various receivables. The contractor shall 11 remit the amount collected, net of the contingent fee, to the respective State agency which shall deposit the net amount 12 received into the fund that would have received the receipt 13 14 had it been collected by the State agency. No portion of the collections shall be deposited into an Accounts Receivable 15 Fund established under Section 6 of this Act. The Board 16 shall act only upon the unanimous vote of its members. 17 (Source: P.A. 89-511, eff. 1-1-97.) 18

-2-