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AN ACT concerning State services.

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

Section 1. Short title. This Act may be cited as the 4 State Services Accountability Act. 5

б Section 5. Legislative findings and declaration of 7 policy.

(a) The purpose of this Act is to set forth a program to 8 better provide goods, services, and public works to the 9 citizens of Illinois by ensuring that tax dollars expended 10 for goods or services or public works are properly used for 11 their allocated purpose. The State of Illinois enters into 12 13 reimbursement agreements and contracts with and provides grants to private entities (contractors and grantees) for the 14 15 purpose of purchasing goods, providing services and building 16 or enhancing public works for the citizens of Illinois. The State of Illinois enters into these contracts and provides 17 18 these grants to provide quality goods, services and public works for the citizens of Illinois. 19

20 (b) The General Assembly finds that the needs of its citizens cannot be met if the time frame for provision of 21 22 goods, the schedule for public works of the services provided through reimbursement agreements, contracts, or 23 the State of Illinois and 24 grant agreements between contractors and grantees are subject to disruption and 25 further finds that likelihood of disruption is enhanced where 26 27 disputes arise over unionization.

(c) The General Assembly finds that some contractors and 28 29 grantees have opposed unionization by their employees and 30 diverted tax dollars from their appropriated intent to hire consultants and conduct campaigns aimed at influencing the 31

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outcome of union representation elections. Additionally,
contractors and grantees opposing unionization of their
employees have required the employees to attend compulsory
anti-union meetings on work time.

5 (d) The General Assembly finds that the development of a 6 stable, well-trained, committed workforce is essential to the 7 provision of quality goods and services to Illinois' 8 citizens.

9 (e) The General Assembly further finds that the tax 10 dollars intended for appropriated use should not be used to 11 conduct campaigns aimed at influencing the outcome of union 12 representation elections. In addition, staff time, paid with 13 tax dollars, should be spent providing goods or services to 14 Illinois' citizens and not consumed by attending compulsory 15 anti-union meetings.

16 (f) It is hereby declared to be the policy of the State 17 of Illinois that, to foster the development of a stable, 18 well-trained, committed workforce, the State of Illinois 19 shall prohibit its contractors or grantees from using State 20 funding to influence the decision of their employees to be 21 represented or not be represented by a union.

22 Section 10. Definitions. As used in this Act:

"Contractor or grantee" means an individual or entity, 23 24 other than the State of Illinois, a State agency, or a political subdivision of the State of Illinois, which has a 25 reimbursement agreement or contractual or other relationship 26 with or has received moneys from the State of Illinois or a 27 28 State agency or provide goods or services, or public works 29 which reimbursement agreement, contractor, or grant is funded in whole or in part by the State of Illinois, or through the 30 Medicaid program of the State of Illinois. 31

32 "Contractor" includes a subcontractor and a contractor of33 a grantee and any other entity, other than a unit of local

1 government or a school district, that receives State funds 2 for supplying goods or services or public works pursuant to a 3 written contract with the State or any of its agencies and 4 which is controlled in whole or in part by the contractor or 5 an entity in which the contractor has a substantial 6 beneficial interest.

7 "Grantee" includes a sub-grantee and a grantee of a 8 contractor and any other entity which provides goods or 9 services or public works controlled in whole or in part by 10 the grantee, or an entity in which the grantee has a 11 substantial beneficial interest.

12 "Employee" means a person employed by a contractor or 13 grantee other than a person employed in a bona fide 14 supervisory or managerial position as defined by applicable 15 law.

16 "Labor organization" means an organization of any kind in 17 which employees participate and which exists for the purpose, 18 in whole or in part, of representing employees concerning 19 grievances, labor disputes, wages, rates of pay, benefits, 20 hours of employment, or working conditions.

21 "State funds" means any money or other thing of value22 provided by the State of Illinois or a State agency.

23 "Public works" means all fixed works constructed for public use by any public body, other than work done directly 24 25 by any public utility company, whether or not done under public supervision or direction, or paid for wholly or in 26 part out of public funds. "Public works" as defined herein 27 includes all projects financed in whole or in part with bonds 28 issued under the Industrial Project Revenue Bond Act (Article 29 30 11, Division 74 of the Illinois Municipal Code), the Industrial Building Revenue Bond 31 Act, the Illinois 32 Development Finance Authority Act, the Illinois Sports Facilities Authority Act, or the Build Illinois Bond Act, and 33 all projects financed in whole or in part with loans or other 34

1 funds made available pursuant to the Build Illinois Act. 2 "Public works" also means, through December 31, 2005, all projects financed in whole or in part with funds from the 3 4 Fund for Illinois' Future under Section 6z-47 of the State Finance Act, funds for school construction under Section 5 of 5 б the General Obligation Bond Act, funds authorized under Section 3 of the School Construction Bond Act, funds for 7 8 school infrastructure under Section 6z-45 of the State 9 Finance Act, or funds for transportation purposes under Section 4 of the General Obligation Bond Act. 10

11 "Public body" means the State or any officer, board or commission of the State or any political subdivision or 12 department thereof, or any institution supported in whole or 13 in part by public funds, authorized by law to construct 14 15 public works or to enter into any contract for the 16 construction of public works, and includes every county, city, town, village, township, school district, irrigation, 17 utility, reclamation improvement or other district and every 18 19 other political subdivision, district, or municipality of the State whether such political subdivision, municipality, or 20 21 district operates under a special charter or not.

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## Section 15. Policy requirements.

All contractors and grantees shall certify as part 23 (a) 24 of any State contract, grant, or reimbursement that they will not use State funds to promote, assist, or deter union 25 organizing or to otherwise seek to influence the decision of 26 any of its employees to be represented or not represented by 27 28 a labor organization, and, with respect to employees engaged 29 in employment in connection with a State contract, grant, or reimbursement, that they will: 30

31 (i) not require or prohibit the attendance of 32 employees at any meeting related to union representation; 33 and -5-

(ii) not schedule or hold meetings related to union
representation during an employee's work time or in work
areas; and

4 (iii) allow labor organization а the same 5 opportunity to communicate with employees as is used by the contractor or the grantee, including the right to 6 7 have access to the premises of the contractor or grantee, 8 post notices, distribute literature, and use the premises 9 of the employer to hold meetings with employees.

10 (b) No contractor or grantee shall receive a contract or 11 grant to provide goods or services or public works for the 12 citizens of the State of Illinois unless the contractor or 13 grantee has agreed to provide certification under subsection 14 (a).

15 (c) Any reimbursement agreement, contract, or grant 16 entered into by and between a contractor or a grantee and the 17 State of Illinois or a State agency to provide goods or 18 services or public works shall include a certification under 19 subsection (a) and an agreement by the contractor or grantee 20 to comply with the terms of the certification under 21 subsection (a).

22 (d) Any contractor or grantee entering into a contract 23 with any person or entity to provide goods or services or public works subject to the contract or grant agreement 24 25 between the contractor or grantee and the State of Illinois or a State agency shall include in the contract or grant 26 agreement a certification under subsection (a) identical to 27 the certification under subsection (a) in the contract or 28 29 grant agreement between the contractor or grantee and the 30 State of Illinois or State agency.

31 Section 20. Reporting.

32 (a) Any labor organization may file a complaint with the33 Illinois Attorney General if it believes that a contractor or

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1 grantee is expending funds in violation of this Act. Upon the 2 filing of such a complaint, the Illinois Attorney General 3 shall, within 14 calendar days, notify the contractor or 4 grantee that it must provide the following accounting:

5 (1) The date, the amount of, and the nature of any use of money or other things of value for the production 6 7 or distribution of literature or other similar 8 communications, the holding of meetings, including 9 meetings with supervisors and managerial employees, and the use of consultants or lawyers; name of any vendor 10 11 including attorneys and consultants who receive payment 12 for the purpose of influencing a unionization effort, the amount of such payment and the nature of the services 13 provided. 14

15 (2) The source of the money or other things of16 value so used.

17 The accounting shall be made to the Illinois Attorney General 18 within 14 calendar days of the receipt of the request for it. 19 The accounting shall be made available to the complainant 20 upon receipt by the Illinois Attorney General.

(b) Any contractor or grantee who is subject to this Section and who makes expenditures to assist, promote, or deter union organizing shall maintain records sufficient to show that no State funds were used for those expenditures.

25 Section 25. Enforcement.

26 Τf a contractor or grantee breaches its (a) certification under Section 15 or fails to comply with 27 the reporting requirements of Section 20, the State of Illinois 28 29 may take any action necessary to enforce compliance, including but not limited to a civil action for injunctive 30 relief, declaratory relief, specific performance, or damages 31 or a combination of those remedies. 32

33 (b) If the State of Illinois brings an enforcement

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action for violation of this Act, any person or labor
organization with a direct interest in compliance with this
Act may join in that enforcement action as a real party in
interest.

5 (c) If the State of Illinois declines to institute an 6 action for enforcement for violation of this Act, any person 7 or labor organization with a direct interest in compliance 8 with this Act may institute and enforce a civil action on his 9 or her or its own behalf against the contractor or grantee 10 and seek injunctive relief, declaratory relief, specific 11 performance, or damages or a combination of those remedies.

(d) Remedies for violation of this Act include but are 12 not limited to injunctive and declaratory relief, specific 13 performance, and monetary damages. In view of the difficulty 14 of determining actual damages incurred because of a violation 15 16 of this Act, liquidated damages shall be awarded at the rate of \$1,000 for each violation, plus an additional \$500 for 17 each day the violation continues without remedy. All damages 18 19 shall inure to the benefit of the State of Illinois.

20 Section 90. Severability. The provisions of this Act are 21 severable under Section 1.31 of the Statute on Statutes.

Section 99. Effective date. This Act takes effect uponbecoming law.