92 SB0456 LRB9205720MWdv

- 1 AN ACT concerning State construction projects.
- Be it enacted by the People of the State of Illinois, 2
- 3 represented in the General Assembly:
- 4 Section 5. The Illinois Procurement Code is amended by
- adding Article 33 as follows: 5
- (30 ILCS 500/Art. 33 heading new) б
- ARTICLE 33. CONSTRUCTION MANAGEMENT SERVICES 7
- (30 ILCS 500/33-5 new) 8

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- 9 Sec. 33-5. Definitions. In this Article:
- "Construction management services" includes: 10
- (1) services provided in the planning and design phases 11
- of a construction project including, but not limited to, 12
- consulting with, advising, assisting, and making 13
- recommendations to the State agency and architect, engineer, 14
- 15 or registered landscape architect on all aspects of planning
- for project construction; reviewing all plans and 16
- specifications as they are being developed and making 17

recommendations with respect to construction feasibility,

- availability of material and labor, time requirements for
- procurement and construction, and projected costs; making, 20
- 21 reviewing, and refining budget estimates based on the State
- 22 agency's program and other available information; making
- recommendations to the State agency and the architect or 23
- engineer regarding the division of work in the plans and 24
- specifications to facilitate the bidding and awarding of 25
- contracts; soliciting the interest of capable contractors and 26
- assisting the owner in taking bids on the project; analyzing 27
- the bids received and awarding contracts; and preparing and 28
- 29 monitoring a progress schedule during the design phase of the
- 30 project and preparation of a proposed construction schedule;

1 and

2 (2) services provided in the construction phase of the 3 project including, but not limited to, maintaining competent 4 supervisory staff to coordinate and provide general direction of the work and progress of the contractors on the project; 5 observing the work as it is being performed for general 6 conformance with working drawings and specifications; 7 8 establishing procedures for coordinating among the State 9 agency, architect or engineer, contractors, and construction manager with respect to all aspects of the project and 10 11 implementing those procedures; maintaining job site records 12 and making appropriate progress reports; implementing labor 13 policy in conformance with the requirements of the public owner; reviewing the safety and equal opportunity programs of 14 each contractor for conformance with the public owner's 15 16 policy and making recommendations; reviewing and processing 17 all applications for payment by involved contractors and material suppliers in accordance with the terms of the 18 contract; making recommendations for and processing requests 19 for changes in the work and maintaining records of change 20 orders; scheduling and conducting job meetings to ensure 21 orderly progress of the work; developing and monitoring a 22 project progress schedule, coordinating and expediting the 23 24 work of all contractors and providing periodic status reports 25 to the owner and the architect or engineer; and establishing and maintaining a cost control system and conducting meetings 26 27 to review costs. "Construction manager" means any person providing 28

30 (30 ILCS 500/33-10 new)

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31 <u>Sec. 33-10. Time for using construction management</u>
32 <u>services. The appropriate State purchasing officer or chief</u>
33 <u>procurement officer of a State agency may elect to engage the</u>

construction management services for a State agency.

- 1 <u>construction management services of a construction manager</u>
- when planning, designing, and constructing a building or
- 3 structure or when improving, altering, or repairing a
- 4 <u>building or structure. Construction management services may</u>
- 5 <u>be used by the State agency in the pre-construction phase</u>,
- 6 the construction phase of public works project, or both
- 7 phases of the project.
- 8 (30 ILCS 500/33-15 new)
- 9 <u>Sec. 33-15. Selection procedures. If it is determined</u>
- 10 that a public works project should be performed with a
- 11 negotiated contract for construction management services, the
- 12 State agency must publish in the Illinois Procurement
- 13 <u>Bulletin a request for proposals from qualified construction</u>
- managers in the following manner:
- 15 (1) If the total cost for the erection or
- 16 <u>construction of any building or structure or the</u>
- improvement, alteration, or repair of a building or
- 18 structure exceeds \$500,000, the State agency must publish
- 19 <u>the notice for at least 10 days before the date set for</u>
- 20 <u>opening the proposals.</u>
- 21 (2) If the cost of the work contemplated exceeds
- \$1,500,000, the State agency must publish the notice for
- 23 <u>at least 2 10-day periods before the date set for opening</u>
- the proposals.
- 25 <u>The number of proposals may not be restricted or</u>
- 26 <u>curtailed</u>, <u>but must be open to all construction managers</u>
- 27 complying with the terms upon which the proposals are
- 28 <u>requested.</u>
- 29 (30 ILCS 500/33-20 new)
- 30 <u>Sec. 33-20. Duties of construction manager; additional</u>
- 31 <u>requirements for persons performing construction work.</u>
- 32 (a) Upon the award of a construction management services

1 contract, a construction manager must contract with the State agency to furnish his or her skill and judgment in 2 3 cooperation with, and reliance upon, the services of the 4 project architect or engineer. The construction manager must furnish business administration, management of the 5 6 construction process, and other specified services to the 7 State agency and must perform his or her obligations in an 8 expeditious and economical manner consistent with the 9 interest of the State agency. If it is in the State's best 10 interest, the construction manager may provide or perform basic services for which reimbursement is provided in the 11 12 general conditions to the construction management services 13 contract. (b) The construction manager, or any entity that 14 15 controls, is controlled by, or shares common ownership with the construction manager, is not permitted to bid on or 16 17 perform any of the actual construction on a public works project in which he or she is acting as construction manager. 18 19 The actual construction work on the project must be awarded by competitive bidding as provided in this Code. All 2.0 2.1 successful bidders for actual construction work must contract 22 directly with the State agency, but must perform his or her obligations at the direction of the construction manager 23 24 unless otherwise provided in the construction manager's contract with the State agency. All successful bidders for 25 actual construction work must enter into a trust agreement 26 under Section 30-25 of this Code. This subsection is subject 27 to the applicable provisions of the following Acts: 28 29 (1) the Prevailing Wage Act; 30 (2) the Public Construction Bond Act; 31 (3) the Public Works Employment Discrimination Act; (4) the Public Works Preference Act; 32 (5) the Employment of Illinois Workers on Public 33 34 Works Act;

1 (6) the Public Contract Fraud Act; and

2 (7) the Illinois Construction Evaluation Act.

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3 (30 ILCS 500/33-25 new)

4 Sec. 33-25. Prohibited conduct. No construction management services contract may be awarded by a State agency 5 on a negotiated basis as provided in this Article if the б construction manager or an entity that controls, is 7 8 controlled by, or shares common ownership or control with the construction manager (i) quarantees, warrants, or otherwise 9 assumes financial responsibility for the work of others on 10 the project; (ii) provides the State agency with a guaranteed 11 maximum price for the work of others on the project; or (iii) 12 13 furnishes or guarantees a performance or payment bond for other contractors on the project. In any such case, the 14 15 contract for construction management services must be let by competitive bidding as in the case of contracts for 16 17 construction work.

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