



OFFICE OF THE ILLINOIS STATE TREASURER
MICHAEL W. FRERICHS

July 27, 2021

The Honorable Tim Anderson
Secretary of the Senate
State House, Room 401
Springfield, IL 62706

The Honorable John Hollman
Clerk of the House
420 State House
Springfield, IL 62706

Re: State Fiscal Year 2021 Sole Source Procurements by the Office of the Illinois State
Treasurer, 30 ILCS 20-25(d)

Dear Secretary Anderson and Clerk Hollman:

While not required by the administrative rules governing procurement by the Office of the Illinois State Treasurer ("Treasurer," rules located at 44 Ill. Adm. Code 1400), please find on the pages that follow a voluntary disclosure, consistent with the requirements of Section 20-25(d) of the Illinois Procurement Code, 30 ILCS 500/20-25(d), including the identification and justification of each award by the Treasurer during State Fiscal Year 2021 using the sole source procurement method.

If you have any questions, please feel free to contact me.

Sincerely,

Christopher M. Flynn
Deputy General Counsel and Chief Procurement Officer

State Capitol
Room 219
Springfield, IL 62706
Phone: (866) 458-7327
Fax: (217) 785-2777
TTY: (866) 877-6013

James R. Thompson Center
100 West Randolph Street
Suite 15-600
Chicago, IL 60601
Phone: (866) 458-7327
Fax: (312) 814-5930
TTY: (866) 877-6013

Marine Bank Building
1 East Old State Capitol Plaza
Springfield, IL 62701
Phone: (866) 458-7327
Fax: (217) 524-3822
TTY: (866) 877-6013

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Proceed Order – Chase Building Renovation

R.D. Lawrence Construction Company, Ltd.

September 11, 2020

I. Introduction

The Office of the Illinois State Treasurer (“Treasurer”) is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Ill. Admin. Code Part 1400.

The Treasurer entered into a contract on May 28, 2020 with R.D. Lawrence Construction Company, Ltd. (“R.D. Lawrence”) following a public invitation for bid process, for the purposes of the renovation of One East Old State Capitol Plaza, Springfield, Illinois (formerly known as the “Chase Building”). Now, the Treasurer seeks to amend that contract to provide for additional and related services regarding the building’s chillers.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer’s Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of Proposed Sole Source Vendor

R.D. Lawrence Construction Company, Ltd.
603 North Amos Ave.
Springfield, IL 62702

IV. Brief Description of What Vendor Will Do or Provide

This amendment will allow Henson Robinson Company, a subcontractor to R.D. Lawrence, to perform chiller replacement at the Chase Building. This work includes replacement of air handling units as well as electrical and structural work necessary to complete the repairs. This amendment will initially be completed with a maximum price on or around the estimate listed in this Notice in order to ensure the work is authorized immediately, ensuring minimal impact on the schedule.

V. Contract Price

The total is not expected to exceed \$1,400,000.00.

VI. Reason Why R.D. Lawrence Construction Company, Ltd. is Determined to be the Sole Economically Feasible Source

This is appropriate under 44 Ill. Adm. Code 1400.2025(b)(1), (b)(12) & (c). Compatibility of service is a paramount consideration because R.D. Lawrence and Henson Robinson Company are already on-site providing the services related to the overall renovation such that the Treasurer can utilize the Chase Building as office space; it would create inefficiencies to attempt to utilize another provider to provide partial Services. In addition, this is a change to an existing contract germane to the original contract as both R.D. Lawrence and Henson Robinson Company are already on-site providing renovation and repair services. This change is also necessary and desirable to ensure the timely completion of all needed renovation and repair to prepare the Building for occupancy. As such, this change can best be accomplished by the contract holder, R.D. Lawrence.

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Exam Services for the Unclaimed Property Division

Verus Analytics LLC

January 11, 2021

I. Introduction

The Office of the Illinois State Treasurer (“Treasurer”) is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Illinois Administrative Code (“ILAC”) Part 1400.

The Treasurer entered into a contract on September 25, 2019 with Verus Analytics LLC (“Verus”) following a public request for proposals for examination services of the division of unclaimed property (“Agreement”). The Treasurer now seeks to amend the Agreement to increase the authorized total price, as Verus is approaching the current maximum compensation.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer’s Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of Proposed Sole Source Vendor

Edward Hall
Verus Analytics LLC
500 Chase Parkway
Waterbury, CT 06708
EHall@vanalytics.com

IV. Brief Description of What Vendor Will Do or Provide

This amendment will allow Verus to provide continued examination services, already authorized by the Agreement, to the Treasurer’s unclaimed property division in the form

of general ledger and/or securities examinations of unclaimed property. Verus will continue to identify holders who have not complied with reporting and remittance duties to the Treasurer as required under the Illinois unclaimed property law. As described further below, Verus is awarded a contingency fee for these services and due to performing services to date is approaching the maximum compensation allowed by the Agreement.

V. Contract Price

The maximum compensation will increase from \$5,000,000.00 (five million) to \$15,000,000.00 (fifteen million).

VI. Reason Why Verus Analytics LLC is Determined to be the Sole Economically Feasible Source

This is appropriate under 44 ILAC § 1400.2025(b)(1), (b)(12), & (c). Payment for services rendered is based on a contingency fee. Verus's services are leading to more recovery than anticipated and as a result Verus is approaching the total contingency fee allowed under the Agreement. Accordingly, it is reasonable to amend the contract price so that Verus can continue to complete examinations as directed under the contract.

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Bloomberg Finance L.P.

I. Introduction

The Office of the Illinois State Treasurer (“Treasurer”) is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Ill. Admin. Code Part 1400.

The Treasurer entered into a contract on April 19, 2011, with Bloomberg Finance L.P. (“Bloomberg”) to provide pricing information for permitted investments as defined by the Deposit of State Moneys Act 15 ILCS 520/22.5, on a daily basis through a file transmission to import into the Treasurer’s current treasury management system (“TMS”). Only Bloomberg was able to offer this service in the required format. Now, the Treasurer seeks to enter into a new two (2) year contract.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer’s Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of Proposed Sole Source Vendor

Bloomberg Finance LP
731 Lexington Avenue
New York, NY 10022

IV. Brief Description of What Vendor Will Do or Provide

Bloomberg provides pricing information into a specific format that the Treasurer’s staff is able to access and import into its TMS. This format will likely not be required in the next eighteen (18) to twenty-four (24) months as the Treasurer updates its TMS.

V. Contract Price

An estimated \$6,000 per month, for a total of \$72,000 per year and \$144,000 over the life of the contract.

VI. Reason Why Bloomberg is Determined to be the Sole Economically Feasible Source

The current age and particularities of the Treasurer's TMS dictates that pricing cannot be updated directly into the TMS, but rather downloaded into a specific format. 44 Ill. Adm. Code 1400.2025(b)(1) states that a sole source procurement may be necessary due to "compatibility of equipment, accessories, replacement parts or service." Bloomberg offers a distinct format that the Treasurer's staff requires, and the Treasurer is not aware of another vendor that offers this service. In the next eighteen (18) to twenty-four (24) months, the Treasurer anticipates updating its current TMS. Upon the implementation of the new TMS, the Treasurer plans to put this service out to bid as it will no longer require the same downloaded format. The unique requirements of the older TMS, the short time frame of the service need, the relatively small dollar amount, and that the Treasurer does not anticipate another vendor being interested in changing its processes to meet the Treasurer's requirements make this procurement a sole economically feasible source.

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Moody's Analytics, Inc.

I. Introduction

The Office of the Illinois State Treasurer ("Treasurer") is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Ill. Admin. Code Part 1400.

The Treasurer entered into a contract on July, 1, 2005, with Moody's Analytics, Inc. ("Moody's") to provide ratings information for permitted investments as defined by the Deposit of State Moneys Act 15 ILCS 520/22.5, specifically municipal bond ratings, on a daily basis through a file transmission to import into the Treasurer's current treasury management system ("TMS"). Only Moody's is able to offer this service in the required format. Now, the Treasurer seeks to enter into a new two (2) year contract.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer's Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of Proposed Sole Source Vendor

Moody's Analytics, Inc.
7 World Trade Center
New York, NY 10007

IV. Brief Description of What Vendor Will Do or Provide

Moody's provides municipal ratings information in a specific format that the Treasurer's staff is able to access and import into its TMS. This format will likely not be required in the next eighteen (18) to twenty-four (24) months as the Treasurer updates its TMS.

V. Contract Price

An estimated \$72,000 per year and \$144,000 over the life of the contract.

VI. Reason Why Moody's is Determined to be the Sole Economically Feasible Source

The current age and particularities of the Treasurer's TMS dictates that ratings cannot be updated directly into the TMS, but rather downloaded into a specific format. 44 Ill. Adm. Code 1400.2025(b)(1) states that a sole source procurement may be necessary due to "compatibility of equipment, accessories, replacement parts or service." Moody's offers a distinct format that the Treasurer's staff requires, and the Treasurer is not aware of another vendor that offers this service. In the next eighteen (18) to twenty-four (24) months, the Treasurer anticipates updating its current TMS. Upon the implementation of the new TMS, the Treasurer plans to put this service out to bid as it will no longer require the same downloaded format. The unique requirements of the older TMS, the short time frame of the service need, the relatively small dollar amount, and that the Treasurer does not anticipate another vendor being interested in changing its processes to meet the Treasurer's requirements make this procurement a sole economically feasible source.

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Change Order – Chase Building Renovation

R.D. Lawrence Construction Company, Ltd.

June 17, 2021

I. Introduction

The Office of the Illinois State Treasurer (“Treasurer”) is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Ill. Admin. Code Part 1400.

The Treasurer entered into a contract on May 28, 2020 with R.D. Lawrence Construction Company, Ltd. (“R.D. Lawrence”) following a public invitation for bid process, for the purposes of the renovation of One East Old State Capitol Plaza, Springfield, Illinois (formerly known as the “Chase Building”). Now, the Treasurer seeks to amend that contract to provide for additional and related services for the optimal use of the heating, ventilation and air-conditioning systems, which were the subject of a prior change order for which a similar notice was published September 11, 2020.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer’s Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of Proposed Sole Source Vendor

R.D. Lawrence Construction Company, Ltd.
603 North Amos Ave.
Springfield, IL 62702

IV. Brief Description of What Vendor Will Do or Provide

This amendment will allow Alpha Controls and Services, a subcontractor to R.D. Lawrence, to install more modern controls for the heating, ventilation and air-conditioning systems at the Chase Building.

V. Contract Price

Approximately \$250,000.00.

VI. Reason Why R.D. Lawrence Construction Company, Ltd. is Determined to be the Sole Economically Feasible Source

This is appropriate under 44 Ill. Adm. Code 1400.2025(b)(1), (b)(12) & (c). Compatibility of service is a paramount consideration because R.D. Lawrence and its subcontractors are already on-site providing the services related to the overall renovation to allow the Treasurer to utilize the Chase Building as office space; it would create inefficiencies to attempt to utilize another provider to provide partial Services. In addition, this is a change to an existing contract germane to the original contract given R.D. Lawrence's and its subcontractors' presence on site providing renovation and repair services. This change is also necessary and desirable to ensure the timely completion of all needed renovation and repair to optimize the Building for operations. As such, this change can best be accomplished by the contract holder, R.D. Lawrence.

Office of the Illinois State Treasurer

Michael W. Frerichs

Sole Source Procurement Notice

Midwest Mailing & Shipping Systems, Inc.

I. Introduction

The Office of the Illinois State Treasurer (“Treasurer”) is issuing this Sole Source Procurement Notice pursuant to Section 2025(e) of the Office of the Treasurer Procurement Rules, 44 Ill. Admin. Code Part 1400.

The Treasurer has been leasing mailing rental equipment from Midwest Mailing (“Midwest”) for use by its Unclaimed Property Division. Now, the Treasurer seeks to continue the lease of this equipment to evaluate the continued need for these services.

II. Chief Procurement Officer

The Chief Procurement Officer who will perform this Sole Source Procurement is:

Ms. Maria Oldani
Chief Procurement Officer
Illinois State Treasurer’s Office
1 East Old State Capitol Plaza
Springfield, IL 62701
MOldani@illinoistreasurer.gov

III. Name of the Proposed Sole Source Vendor

Midwest Mailing & Shipping Systems, Inc.,
3006 Gill Street, Suite A
Bloomington, IL 61704
Phone: 309/609-1144
Fax: 309/661-1148
info@midwestmailing.com

IV. Brief Description of What Vendor Will Do or Provide

The Contractor will rent mailing equipment to the Treasurer, and service and repair the equipment.

V. Contract Price

The total is not expected to exceed \$29,874.00 annually.

VI. Reason Why Midwest is Determined to be the Sole Economically Feasible Source

This is appropriate under 44 Ill. Adm. Code 1400.2025(b)(1) and (b)(2).

Compatibility of services is a paramount consideration because Midwest already provides the rental equipment and maintenance services used by the Treasurer's Unclaimed Property Division. In addition, during the pandemic, alternative forms of correspondence were utilized and the need for traditional mailings was reduced. As such, the Treasurer intends, in this upcoming year, to test and evaluate the equipment and related uses.