MEMORANDUM

TO: The Honorable Bruce Rauner

Governor State of Illinois

FROM: Tim McDevitt J. M.

Acting Director

DATE: December 18, 2018

SUBJECT: FY18 Report on the Hiring of Veterans by State Vendors

30 ILCS 500/15-25 requires that all invitations for bids include encouragement to prospective vendors to hire qualified veterans. In accordance with this mandate, the following language has been incorporated in the standard bid documents:

Employment Tax Credit: Vendors who hire qualified veterans and certain ex-offenders may be eligible for tax credits. Please contact the Illinois Dept. of Revenue (312-814-3215) for information about tax credits. If you receive this tax credit you must report to the Dept. of Central Management Services the number of individuals hired for whom you received tax credits. You must submit this information by August 31 of each year covering the previous 12 months (July-June) (PA 94-1067; 30 ILCS 500/45-67 and 45-70).

30 ILCS 500/45-67 also directs CMS to provide the Governor and the General Assembly with a yearly report identifying "the activities undertaken by chief procurement officers and CMS to encourage prospective vendors who have hired qualified veterans. The report must also include the number of vendors who have hired qualified veterans".

The current procedure for tracking vendor hiring of veterans requires self-reporting. During the past fiscal year, CMS sought vendor information about this program. The following information was received:

Number of vendors hiring veterans: 0 Number of veterans hired by State vendors: 0

It is believed that while CMS continues to explore various methods of increasing awareness and self-reporting, the number of veterans being hired is under-reported.