## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1870 Session of 2005

INTRODUCED BY HICKERNELL, HERMAN, LESCOVITZ, HANNA, M. KELLER, HARHAI, O'NEILL, KAUFFMAN, ROSS, HARPER, PETRI, T. STEVENSON, McNAUGHTON, GINGRICH, HENNESSEY, BIANCUCCI, ARMSTRONG, BALDWIN, BOYD, CAPPELLI, DALLY, DENLINGER, DeWEESE, FRANKEL, GEIST, HARRIS, HERSHEY, McILHATTAN, PHILLIPS, PICKETT, SCAVELLO AND WATSON, JULY 3, 2005

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, JULY 3, 2005

## AN ACT

- 1 Amending the act of May 1, 1913 (P.L.155, No.104), entitled "An
- 2 act regulating the letting of certain contracts for the
- 3 erection, construction, and alteration of public buildings,"
- 4 increasing the minimum bid requirement.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 1 of the act of May 1, 1913 (P.L.155,
- 8 No.104), entitled "An act regulating the letting of certain
- 9 contracts for the erection, construction, and alteration of
- 10 public buildings, amended December 22, 1981 (P.L.546, No.159),
- 11 is amended to read:
- 12 Section 1. (a) Be it enacted, &c., That hereafter in the
- 13 preparation of specifications for the erection, construction,
- 14 and alteration of any public building, when the entire cost of
- 15 such work shall exceed [four thousand dollars] twenty-five
- 16 thousand dollars subject to annual adjustment under subsection
- 17 (b), it shall be the duty of the architect, engineer, or other

- 1 person preparing such specifications, to prepare separate
- 2 specifications for the plumbing, heating, ventilating, and
- 3 electrical work; and it shall be the duty of the person or
- 4 persons authorized to enter into contracts for the erection,
- 5 construction, or alteration of such public buildings to receive
- 6 separate bids upon each of the said branches of work, and to
- 7 award the contract for the same to the lowest responsible bidder
- 8 for each of said branches.
- 9 Every contract for the construction, reconstruction,
- 10 alteration, repair, improvement or maintenance of public works
- 11 shall comply with the provisions of the act of March 3, 1978
- 12 (P.L.6, No.3), known as the "Steel Products Procurement Act."
- (b) (1) The Department of Labor and Industry shall
- 14 determine the percentage change in the Consumer Price Index for
- 15 All Urban Consumers for the twelve-month period ending September
- 16 30 of the calendar year in which this subsection becomes
- 17 <u>effective</u>, and for each successive twelve-month period
- 18 thereafter.
- 19 (2) The amount at which competitive bidding is required
- 20 under subsection (a) shall be adjusted annually. The positive
- 21 percentage change, as determined in accordance with clause (1),
- 22 shall be multiplied by the amount applicable under subsection
- 23 (a) for the current year and the product thereof shall be added
- 24 to the amount applicable under subsection (a) for the current
- 25 year, with the result rounded to the nearest multiple of ten
- 26 <u>dollars</u>.
- 27 (3) The annual determination required under clause (1) and
- 28 the calculation of the adjustments required under clause (2)
- 29 shall be made in the period between October 1 and November 15 of
- 30 the year following the effective date of this subsection, and

- 1 annually between October 1 and November 15 of each successive
- 2 year.
- 3 (4) The adjusted amounts obtained in accordance with clause
- 4 (2) shall become effective January 1 for the calendar year
- 5 <u>following the year in which the determination required under</u>
- 6 clause (1) is made.
- 7 (5) The Department of Labor and Industry shall give notice
- 8 <u>in the Pennsylvania Bulletin prior to January 1 of each calendar</u>
- 9 year of the annual percentage change determined in accordance
- 10 with clause (1) and the amounts, whether adjusted or unadjusted
- 11 <u>in accordance with clause (2), at which competitive bidding is</u>
- 12 required under subsection (a) for the calendar year beginning
- 13 the first day of January after publication of the notice.
- 14 Section 2. This act shall apply to contracts and purchases
- 15 advertised on or after January 1 of the year following the
- 16 effective date of this section.
- 17 Section 3. This act shall take effect in 60 days.