## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 291

Session of 2011

INTRODUCED BY M.K. KELLER, AUMENT, BAKER, BEAR, BENNINGHOFF, BLOOM, BOBACK, BOYD, BROOKS, CAUSER, CHRISTIANA, CLYMER, COX, CREIGHTON, CUTLER, DELOZIER, DENLINGER, ELLIS, EVERETT, FARRY, FLECK, GABLER, GEIST, GERBER, GILLESPIE, GINGRICH, GRELL, GROVE, HALUSKA, HARHART, HARPER, HARRIS, HELM, HENNESSEY, HESS, HICKERNELL, KAUFFMAN, KILLION, KNOWLES, MAJOR, MARSHALL, MARSICO, MASSER, METCALFE, MILLARD, MILLER, MOUL, OBERLANDER, O'NEILL, PAYNE, PEIFER, PERRY, PICKETT, PYLE, QUIGLEY, QUINN, RAPP, REED, REICHLEY, ROAE, ROCK, ROSS, SAYLOR, SCAVELLO, CULVER, SCHRODER, SIMMONS, SONNEY, STERN, STEVENSON, SWANGER, TALLMAN, TOBASH, TRUITT, TURZAI, VEREB, VULAKOVICH AND WATSON, JANUARY 27, 2011

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, JANUARY 27, 2011

## AN ACT

- 1 Amending Title 53 (Municipalities Generally) of the Pennsylvania
  - Consolidated Statutes, further providing for competitive
- 3 bidding of contracts relating to intergovernmental
- 4 cooperation.

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- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 2308 of Title 53 of the Pennsylvania
- 8 Consolidated Statutes is amended to read:
- 9 § 2308. Bids for certain joint purchases.
- 10 (a) Notice. -- All joint purchases involving an expenditure of
- 11 more than [\$10,000] \$25,000 subject to annual adjustment under
- 12 <u>subsection (b)</u> shall be made by contract, in writing, only after
- 13 notice for bids once a week for two weeks in at least one and
- 14 not more than two newspapers of general circulation in the

- 1 joining local governments. All contracts shall be let to the
- 2 lowest responsible bidder. Every contract for the construction,
- 3 reconstruction, alteration, repair, improvement or maintenance
- 4 of public works shall comply with the provisions of the act of
- 5 March 3, 1978 (P.L.6, No.3), known as the Steel Products
- 6 Procurement Act.
- 7 (b) Annual adjustment.--
- 8 (1) The Department of Labor and Industry shall determine
- 9 <u>the percentage change in the Consumer Price Index for All</u>
- 10 <u>Urban Consumers for the 12-month period ending September 30</u>
- of the calendar year in which this subsection becomes
- 12 <u>effective and for each successive 12-month period thereafter.</u>
- 13 (2) The amount at which competitive bidding is required
- 14 <u>under subsection (a) shall be adjusted annually. The positive</u>
- 15 <u>percentage change</u>, as determined in accordance with paragraph
- 16 (1), shall be multiplied by the amount applicable under
- 17 subsection (a) for the current year, and the product thereof
- shall be added to the amount applicable under subsection (a)
- 19 for the current year with the result rounded to the nearest
- 20 multiple of \$10.
- 21 (3) The annual determination required under paragraph
- 22 (1) and the calculation of the adjustments required under
- paragraph (2) shall be made in the period between October 1
- and November 15 of the year following the effective date of
- 25 this subsection and annually between October 1 and November
- 26 15 of each successive year.
- 27 (4) The adjusted amounts obtained in accordance with
- 28 paragraph (2) shall become effective January 1 for the
- 29 <u>calendar year following the year in which the determination</u>
- required under paragraph (1) is made.

- 1 (5) The Department of Labor and Industry shall give
- 2 <u>notice in the Pennsylvania Bulletin prior to January 1 of</u>
- 3 <u>each calendar year of the annual percentage change determined</u>
- 4 <u>in accordance with paragraph (1) and the amounts, whether</u>
- 5 <u>adjusted or unadjusted in accordance with paragraph (2), at</u>
- 6 which competitive bidding is required under subsection (a)
- 7 <u>for the calendar year beginning the first day of January</u>
- 8 <u>after publication of the notice.</u>
- 9 Section 2. This act shall apply to contracts and purchases
- 10 advertised after December 31 of the year in which this section
- 11 takes effect.
- 12 Section 3. This act shall take effect immediately.