## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL

No. 2352 Session of 1978

1978

INTRODUCED BY MESSRS. IRVIS AND MEBUS, APRIL 11, 1978

SENATOR LEWIS, LOCAL GOVERNMENT, IN SENATE, AS AMENDED, SEPTEMBER 18, 1978

## AN ACT

- Amending the act of June 24, 1931 (P.L.1206, No.331), entitled "An act concerning townships of the first class; amending, 2
- revising, consolidating, and changing the law relating 3
- thereto, "further regulating contracts, advertisements, 4
- 5 specifications, and bids for certain contracts.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- hereby enacts as follows: 7
- 8 Section 1. Subsection (a) and the first paragraph and clause
- (2) of subsection (d) of section 1802 and section 1802.1, act of 9
- June 24, 1931 (P.L.1206, No.331), known as "The First Class 10
- 11 Township Code, " reenacted and amended May 27, 1949 (P.L.1955,
- No.569), and amended November 23, 1976 (P.L.1135, No.243), are 12
- 13 amended and the section is amended by adding a subsection to
- 14 read:
- 15 Section 1802. General Regulations Concerning Contracts. -- (a)
- 16 All contracts or purchases made by any township, involving the
- expenditure of over [two thousand dollars,] two thousand five 17
- hundred dollars except those hereinafter mentioned, shall not be 18
- 19 made except with and from the lowest responsible bidder, shall

- 1 be in writing, and shall be made only after notice by the
- 2 secretary, published, in one newspaper of general circulation,
- 3 published or circulating in the county in which the township is
- 4 situated, at least three times at intervals of not less than
- 5 three days where daily newspapers of general circulation are
- 6 employed for such publication, or in case weekly newspapers are
- 7 employed then the notice shall be published once a week for two
- 8 successive weeks. The first advertisement shall be published not
- 9 less than ten days prior to the date fixed for the opening of
- 10 bids. All plans and specifications shall be on file at least ten
- 11 days in advance of opening bids. The amount of the contract
- 12 shall in all cases, whether of straight sale price, conditional
- 13 sale, bailment lease, or otherwise, be the entire amount which
- 14 the township pays to the successful bidder or his assigns in
- 15 order to obtain the services or property, or both, and shall not
- 16 be construed to mean only the amount which is paid to acquire
- 17 title or to receive any other particular benefit or benefits of
- 18 the whole bargain.
- 19 \* \* \*
- 20 (d) The contracts or purchases made by the commissioners
- 21 involving an expenditure of over [two thousand dollars] two
- 22 thousand five hundred dollars, which shall not require
- 23 advertising or bidding, as hereinbefore provided, are as
- 24 follows:
- 25 \* \* \*
- 26 (2) Those made for improvements, repairs and maintenance of
- 27 any kind made or provided by any township through its own
- 28 employes: Provided, however, That all materials used for street
- 29 improvement, maintenance, and/or construction in excess of [two
- 30 thousand dollars] two thousand five hundred dollars be subject

- 1 to the advertising requirements as contained herein.
- 2 \* \* \*
- 3 (e) Every contract for the construction, reconstruction,
- 4 repair, improvement or maintenance of public works shall contain

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- 5 a provision that any steel products used or supplied in the
- 6 performance of the contract or any subcontracts thereunder shall
- 7 be from steel made in the United States.
- 8 (E) EVERY CONTRACT FOR THE CONSTRUCTION, RECONSTRUCTION,
- 9 ALTERATION, REPAIR, IMPROVEMENT OR MAINTENANCE OF PUBLIC WORKS
- 10 SHALL COMPLY WITH THE PROVISIONS OF THE ACT OF MARCH 3, 1978
- 11 (NO.3), KNOWN AS THE "STEEL PRODUCTS PROCUREMENT ACT."
- 12 Section 1802.1. Evasion of Advertising Requirements.--No
- 13 commissioner or commissioners shall evade the provisions of
- 14 section one thousand eight hundred two as to advertising for
- 15 bids, by purchasing or contracting for services and personal
- 16 properties piecemeal for the purpose of obtaining prices under
- 17 [two thousand dollars] two thousand five hundred dollars upon
- 18 transactions, which transactions should, in the exercise of
- 19 reasonable discretion and prudence, be conducted as one
- 20 transaction amounting to more than [two thousand dollars] two
- 21 thousand five hundred dollars. This provision is intended to
- 22 make unlawful the evading of advertising requirements by making
- 23 a series of purchases or contracts each for less than the
- 24 advertising requirement price, or by making several simultaneous
- 25 purchases or contracts, each below said price, when in either
- 26 case, the transactions involved should have been made as one
- 27 transaction for one price. Any commissioners who so vote in
- 28 violation of this provision, and who know that the transaction
- 29 upon which they so vote is or ought to be a part of a larger
- 30 transaction, and that it is being divided in order to evade the

- 1 requirements as to advertising for bids, shall be jointly and
- 2 severally subject to surcharge for ten per centum of the full
- 3 amount of the contract or purchase. Whenever it shall appear
- 4 that a commissioner may have voted in violation of this section,
- 5 but the purchase or contract on which he so voted was not
- 6 approved by the board of commissioners, this section shall be
- 7 inapplicable.
- 8 Section 2. The provisions of this act shall be construed in <-

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- 9 a manner consistent with the act of March 3, 1978 (No.3), known
- 10 as the "Steel Products Procurement Act."
- 11 Section 3 2. This act shall take effect in 60 days.