THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2192 Session of 2008

INTRODUCED BY GILLESPIE, BOYD, CREIGHTON, CUTLER, DENLINGER, EVERETT, GINGRICH, GRELL, HELM, HICKERNELL, KAUFFMAN, M. KELLER, MACKERETH, R. MILLER, REICHLEY, ROHRER, STEIL, SWANGER AND TURZAI, JANUARY 23, 2008

REFERRED TO COMMITTEE ON EDUCATION, JANUARY 23, 2008

AN ACT

Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An

2 act relating to the public school system, including certain 3 provisions applicable as well to private and parochial schools; amending, revising, consolidating and changing the laws relating thereto," providing for exemption from certain act; further providing for work to be done under contract let 5 6 7 on bids, for contracts for light, heat or water and for purchase of supplies; and further providing for list of names for schools. 9 10 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 11 12 The act of March 10, 1949 (P.L.30, No.14), known 13 as the Public School Code of 1949, is amended by adding a 14 section to read: 15 Section 103.1. Exemption. -- The requirements of the act of May 1, 1913 (P.L.155, No.104), entitled "An act regulating the 16 17 letting of certain contracts for the erection, construction, and alteration of public buildings, " shall not apply to any person, 18 19 entity, contract or activity provided for by this act, and this 20 section shall supersede any requirements or references in this

- 1 act or any act.
- 2 Section 2. Section 751 of the act, amended July 13, 1979
- 3 (P.L.94, No.41), October 10, 1980 (P.L.924, No.159) and May 4,
- 4 1990 (P.L.164, No.38), is amended to read:
- 5 Section 751. Work to be Done Under Contract Let on Bids;
- 6 Exception. -- (a) All construction, reconstruction, repairs,
- 7 maintenance or work of any nature, including the introduction of
- 8 plumbing, heating and ventilating, or lighting systems, upon any
- 9 school building or upon any school property, or upon any
- 10 building or portion of a building leased under the provisions of
- 11 section 703.1, made by any school district, where the entire
- 12 cost, value, or amount of such construction, reconstruction,
- 13 repairs, maintenance or work, including labor and material,
- 14 shall exceed [ten thousand dollars (\$10,000), shall] seventy-
- 15 <u>five thousand dollars (\$75,000)</u>, may be done under separate
- 16 contracts to be entered into by such school district with the
- 17 lowest responsible bidder, upon proper terms, after due public
- 18 notice has been given asking for competitive bids. Whenever a
- 19 board of school directors shall approve the use of a
- 20 prefabricated unit, complete in itself, for a school building or
- 21 other proper structure to be erected upon school property, the
- 22 board of school directors may have prepared appropriate
- 23 specifications detailing the size and material desired in a
- 24 particular prefabricated unit, including all utilities such as
- 25 plumbing, heating and ventilating, and electrical work, and may
- 26 advertise for a single bid on all the work and award the
- 27 contract therefor to the lowest responsible bidder: Provided,
- 28 That if due to an emergency a school plant or any part thereof
- 29 becomes unusable competitive bids for repairs or replacement may
- 30 be solicited from at least three responsible bidders, and upon

- 1 the approval of any of these bids by the Secretary of Education,
- 2 the board of school directors may proceed at once to make the
- 3 necessary repairs or replacements in accordance with the terms
- 4 of said approved bid or bids.
- 5 (a.1) Written or telephonic price quotations from at least
- 6 three qualified and responsible contractors shall be requested
- 7 by the board of school directors for all contracts that exceed
- 8 [four thousand dollars (\$4,000)] <u>twenty-five thousand dollars</u>
- 9 (\$25,000) but are less than the amount requiring advertisement
- 10 and competitive bidding, or, in lieu of price quotations, a
- 11 memorandum shall be kept on file showing that fewer than three
- 12 qualified contractors exist in the market area within which it
- 13 is practicable to obtain quotations. A written record of
- 14 telephonic price quotations shall be made and shall contain at
- 15 least the date of the quotation, the name of the contractor and
- 16 the contractor's representative, the construction,
- 17 reconstruction, repair, maintenance or work which was the
- 18 subject of the quotation and the price. Written price
- 19 quotations, written records of telephonic price quotations and
- 20 memoranda shall be retained for a period of three years.
- 21 (b) The board of school directors in any school district may
- 22 perform any construction, reconstruction, repairs, or work of
- 23 any nature, where the entire cost or value, including labor and
- 24 material, is less than [five thousand dollars (\$5000)] twenty-
- 25 <u>five thousand dollars (\$25,000)</u>, by its own maintenance
- 26 personnel. The board of school directors in any school district
- 27 may authorize the secretary of the board or other executive to
- 28 award contracts for construction, reconstruction, repairs, or
- 29 work of any nature, where the entire cost or value, including
- 30 labor and material, is [ten thousand dollars (\$10,000)] seventy-

- 1 <u>five thousand dollars (\$75,000)</u> or less, without soliciting
- 2 competitive bids, subject, however, to the provisions of
- 3 subsection (a.1).
- 4 (c) Every contract for the construction, reconstruction,
- 5 alteration, repair, improvement or maintenance of public works
- 6 shall comply with the provisions of the act of March 3, 1978
- 7 (P.L.6, No.3), known as the "Steel Products Procurement Act."
- 8 (d) The board of school directors of any school district
- 9 may, in addition to the power granted in subsection (b), utilize
- 10 also its own maintenance or other personnel to perform
- 11 maintenance work irrespective of the entire cost or value of
- 12 such work.
- 13 (e) No person, consultant, firm or corporation contracting
- 14 with a school district for purposes of rendering personal or
- 15 professional services to the school district shall share with
- 16 any school district officer or employe, and no school district
- 17 officer or employe shall accept, any portion of the compensation
- 18 or fees paid by the school district for the contracted services
- 19 provided to the school district except under the following terms
- 20 or conditions:
- 21 (1) Full disclosure of all relevant information regarding
- 22 the sharing of the compensation or fees shall be made to the
- 23 board of school directors.
- 24 (2) The board of school directors must approve the sharing
- 25 of any fee or compensation for personal or professional services
- 26 prior to the performance of said services.
- 27 (3) No fee or compensation for personal or professional
- 28 services may be shared except for work actually performed.
- 29 (4) No shared fee or compensation for personal or
- 30 professional services may be paid at a rate in excess of that

- 1 commensurate for similar personal or professional services.
- 2 (f) No board of school directors shall evade the provisions
- 3 of this section as to advertising for bids or purchasing
- 4 materials or contracting for services piecemeal for the purpose
- 5 of obtaining prices under [ten thousand dollars (\$10,000)]
- 6 <u>seventy-five thousand dollars (\$75,000)</u> upon transactions which
- 7 should, in the exercise of reasonable discretion and prudence,
- 8 be conducted as one transaction amounting to more than [ten
- 9 thousand dollars (\$10,000)] seventy-five thousand dollars
- 10 (\$75,000). This provision is intended to make unlawful the
- 11 practice of evading advertising requirements by making a series
- 12 of purchases or contracts each for less than the advertising
- 13 requirement price, or by making several simultaneous purchases
- 14 or contracts each below said price, when in either case the
- 15 transaction involved should have been made as one transaction
- 16 for one price.
- 17 Section 3. Section 773 of the act, amended May 11, 1949
- 18 (P.L.1115, No.329), is amended to read:
- 19 Section 773. Contracts for Light, Heat or Water; Acquiring
- 20 Water Supply; Condemnation; Tapping District Water Lines. -- (a)
- 21 The board of school directors in any school district may, in the
- 22 manner herein provided, enter into any contract with any person,
- 23 firm, association, or corporation, for the furnishing of light,
- 24 heat, or water to such school district, for any term not
- 25 exceeding [five] ten years. The amount to become due and payable
- 26 thereon, under such contract, may be distributed equally during
- 27 the years over which the same extends, and only so much thereof
- 28 as becomes due and payable in any one year need be provided for
- 29 in the annual estimate of school expenses for any school year,
- 30 and be certified to by any school controller.

- 1 (b) In any case where any school building to be supplied
- 2 with water is not sufficiently near to the pipe lines of any
- 3 water company to enable the school district to avail itself of
- 4 such supply and another source of supply is available nearer to
- 5 such school building, the board of school directors may acquire
- 6 such supply, or any part thereof deemed necessary, and may lay
- 7 and construct a pipe line to convey water from such source of
- 8 supply to such school building, and, for such purpose, may enter
- 9 upon, occupy and use any highway or public or private property
- 10 which it deems necessary. In the event that compensation
- 11 therefor cannot be agreed upon with any owner of private
- 12 property so acquired, occupied and used, the amount thereof
- 13 shall be determined in the manner provided in sections seven
- 14 hundred twenty-one to seven hundred twenty-eight, both
- 15 inclusive, of this article.
- 16 (c) In any case where a school district has constructed a
- 17 water pipe line for the supply of water to any school building
- 18 and such supply is more than adequate for such purpose, the
- 19 board of school directors may, subject to such terms as may be
- 20 agreed on, permit the tapping of such pipe line by any adjacent
- 21 community having no other available public water supply.
- 22 Section 4. Section 807.1 of the act, amended May 4, 1990
- 23 (P.L.164, No.38), is amended to read:
- 24 Section 807.1. Purchase of Supplies.--(a) All furniture,
- 25 equipment, textbooks, school supplies and other appliances for
- 26 the use of the public schools, costing [ten thousand dollars
- 27 (\$10,000)] fifty thousand dollars (\$50,000) or more shall be
- 28 purchased by the board of school directors only after due
- 29 advertisement as hereinafter provided. Supplies costing [ten
- 30 thousand dollars (\$10,000)] fifty thousand dollars (\$50,000) or

- 1 more shall be purchased by the board of school directors only
- 2 after public notice has been given by advertisement once a week
- 3 for three (3) weeks in not less than two (2) newspapers of
- 4 general circulation. In any district where no newspaper is
- 5 published, said notice may, in lieu of such publication, be
- 6 posted in at least five (5) public places.
- 7 (a.1) Written or telephonic price quotations from at least
- 8 three qualified and responsible vendors shall be requested by
- 9 the board of school directors for all purchases of supplies that
- 10 exceed [four thousand dollars (\$4,000)] twenty-five thousand
- 11 <u>dollars (\$25,000)</u> but are less than the amount requiring
- 12 advertisement and competitive bidding, or, in lieu of price
- 13 quotations, a memorandum shall be kept on file showing that
- 14 fewer than three qualified vendors exist in the market area
- 15 within which it is practicable to obtain quotations. A written
- 16 record of telephonic price quotations shall be made and shall
- 17 contain at least the date of the quotation, the name of the
- 18 vendor and the vendor's representative, the supplies which were
- 19 the subject of the quotation and the price of the supplies.
- 20 Written price quotations, written records of telephonic price
- 21 quotations and memoranda shall be retained for a period of three
- 22 years.
- 23 (b) The board of school directors shall accept the bid of
- 24 the lowest responsible bidder, kind, quality, and material being
- 25 equal, but shall have the right to reject any and all bids, or
- 26 select a single item from any bid. The board of school directors
- 27 in any district may authorize or appoint the secretary of the
- 28 board or other executive as purchasing agent for the district,
- 29 with authority to purchase supplies costing less than [ten
- 30 thousand dollars (\$10,000)] fifty thousand dollars (\$50,000).

- 1 (c) The following shall be exempt from the above provisions:
- 2 maps, music, globes, charts, educational films, filmstrips,
- 3 prepared transparencies and slides, pre-recorded magnetic tapes
- 4 and disc recordings, textbooks, games, toys, prepared kits,
- 5 flannel board materials, flash cards, models, projectuals and
- 6 teacher demonstration devices necessary for school use.
- 7 (d) No board of school directors shall evade the provisions
- 8 of this section as to advertising for bids or purchasing
- 9 materials piecemeal for the purpose of obtaining prices under
- 10 [ten thousand dollars (\$10,000)] fifty thousand dollars
- 11 (\$50,000) upon transactions which should, in the exercise of
- 12 reasonable discretion and prudence, be conducted as one
- 13 transaction amounting to more than [ten thousand dollars
- 14 (\$10,000)] fifty thousand dollars (\$50,000). This provision is
- 15 intended to make unlawful the practice of evading advertising
- 16 requirements by making a series of purchases or contracts each
- 17 for less than the advertising requirement price, or by making
- 18 several simultaneous purchases or contracts each below said
- 19 price, when in either case the transaction involved should have
- 20 been made as one transaction for one price.
- 21 Section 5. Section 1352 of the act is amended to read:
- 22 Section 1352. List of Names for Schools; Statistics for
- 23 [Superintendent of Public Instruction] <u>Secretary of Education</u>.--
- 24 The secretary of each board of school directors, or such other
- 25 person as is directed by the board, shall, at or before the
- 26 opening of the school term, furnish to the principal or teacher
- 27 of each school a correct list of the names and residences of all
- 28 children, assigned to such school, who are subject to the
- 29 provisions of this act. The secretary or other person shall also
- 30 forward, on or before the first day of October [of each year]

- 1 2007, and every three years thereafter, to the county or
- 2 district superintendent, to be by him forwarded, on or before
- 3 the first day of November [of each year] 2007, and every three
- 4 <u>years thereafter</u>, to the [Superintendent of Public Instruction]
- 5 <u>Secretary of Education</u>, a summary of such statistics regarding
- 6 the children in each district, as is required by the
- 7 [Superintendent of Public Instruction] <u>Secretary of Education</u>,
- 8 on blanks provided by him for that purpose.
- 9 Section 6. This act shall take effect in 60 days.