THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 382 Session of 2005

INTRODUCED BY PICCOLA, WONDERLING, CORMAN, ROBBINS, MADIGAN, M. WHITE, THOMPSON, WAUGH AND D. WHITE, MARCH 14, 2005

REFERRED TO EDUCATION, MARCH 14, 2005

AN ACT

1 2 3 4 5 6 7 8 9	Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An act relating to the public school system, including certain 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 on bids, for contracts for light, heat or water and for purchase of supplies; and further providing for list of names for schools.
10	The General Assembly of the Commonwealth of Pennsylvania
11	hereby enacts as follows:
12	Section 1. 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
16	May 1, 1913 (P.L.155, No.104), entitled "An act regulating the
17	letting of certain contracts for the erection, construction, and
18	alteration of public buildings, " shall not apply to any person,
19	entity, contract or activity provided for by this act, and this
20	section shall supersede any requirements or references in this
21	act or any act.

Section 2. Section 751 of the act, amended July 13, 1979
 (P.L.94, No.41), October 10, 1980 (P.L.924, No.159) and May 4,
 1990 (P.L.164, No.38), is amended to read:

4 Section 751. Work to be Done Under Contract Let on Bids; 5 Exception.--(a) All construction, reconstruction, repairs, maintenance or work of any nature, including the introduction of 6 plumbing, heating and ventilating, or lighting systems, upon any 7 school building or upon any school property, or upon any 8 building or portion of a building leased under the provisions of 9 10 section 703.1, made by any school district, where the entire 11 cost, value, or amount of such construction, reconstruction, repairs, maintenance or work, including labor and material, 12 shall exceed [ten thousand dollars (\$10,000), shall] seventy-13 five thousand dollars (\$75,000), may be done under separate 14 15 contracts to be entered into by such school district with the 16 lowest responsible bidder, upon proper terms, after due public notice has been given asking for competitive bids. Whenever a 17 18 board of school directors shall approve the use of a prefabricated unit, complete in itself, for a school building or 19 20 other proper structure to be erected upon school property, the 21 board of school directors may have prepared appropriate 22 specifications detailing the size and material desired in a particular prefabricated unit, including all utilities such as 23 plumbing, heating and ventilating, and electrical work, and may 24 25 advertise for a single bid on all the work and award the 26 contract therefor to the lowest responsible bidder: Provided, 27 That if due to an emergency a school plant or any part thereof becomes unusable competitive bids for repairs or replacement may 28 29 be solicited from at least three responsible bidders, and upon 30 the approval of any of these bids by the Secretary of Education, 20050S0382B0384 - 2 -

the board of school directors may proceed at once to make the
 necessary repairs or replacements in accordance with the terms
 of said approved bid or bids.

4 (a.1) Written or telephonic price quotations from at least 5 three qualified and responsible contractors shall be requested by the board of school directors for all contracts that exceed 6 [four thousand dollars (\$4,000)] twenty-five thousand dollars 7 8 (\$25,000) but are less than the amount requiring advertisement and competitive bidding, or, in lieu of price quotations, a 9 10 memorandum shall be kept on file showing that fewer than three 11 qualified contractors exist in the market area within which it is practicable to obtain quotations. A written record of 12 13 telephonic price quotations shall be made and shall contain at 14 least the date of the quotation, the name of the contractor and 15 the contractor's representative, the construction, 16 reconstruction, repair, maintenance or work which was the 17 subject of the quotation and the price. Written price 18 quotations, written records of telephonic price quotations and 19 memoranda shall be retained for a period of three years. The board of school directors in any school district may 20 (b) perform any construction, reconstruction, repairs, or work of 21 22 any nature, where the entire cost or value, including labor and material, is less than [five thousand dollars (\$5000)] twenty-23 five thousand dollars (\$25,000), by its own maintenance 24 25 personnel. The board of school directors in any school district 26 may authorize the secretary of the board or other executive to 27 award contracts for construction, reconstruction, repairs, or 28 work of any nature, where the entire cost or value, including 29 labor and material, is [ten thousand dollars (\$10,000)] seventy-30 five thousand dollars (\$75,000) or less, without soliciting 20050S0382B0384 - 3 -

competitive bids, subject, however, to the provisions of
 subsection (a.1).

3 (c) Every contract for the construction, reconstruction, 4 alteration, repair, improvement or maintenance of public works 5 shall comply with the provisions of the act of March 3, 1978 (P.L.6, No.3), known as the "Steel Products Procurement Act." 6 7 (d) The board of school directors of any school district may, in addition to the power granted in subsection (b), utilize 8 9 also its own maintenance or other personnel to perform 10 maintenance work irrespective of the entire cost or value of 11 such work.

(e) No person, consultant, firm or corporation contracting 12 13 with a school district for purposes of rendering personal or professional services to the school district shall share with 14 15 any school district officer or employe, and no school district 16 officer or employe shall accept, any portion of the compensation or fees paid by the school district for the contracted services 17 18 provided to the school district except under the following terms 19 or conditions:

(1) Full disclosure of all relevant information regarding
the sharing of the compensation or fees shall be made to the
board of school directors.

(2) The board of school directors must approve the sharing
of any fee or compensation for personal or professional services
prior to the performance of said services.

26 (3) No fee or compensation for personal or professional27 services may be shared except for work actually performed.

28 (4) No shared fee or compensation for personal or 29 professional services may be paid at a rate in excess of that 30 commensurate for similar personal or professional services. 20050S0382B0384 - 4 -

1 (f) No board of school directors shall evade the provisions of this section as to advertising for bids or purchasing 2 materials or contracting for services piecemeal for the purpose 3 4 of obtaining prices under [ten thousand dollars (\$10,000)] seventy-five thousand dollars (\$75,000) upon transactions which 5 should, in the exercise of reasonable discretion and prudence, 6 be conducted as one transaction amounting to more than [ten 7 thousand dollars (\$10,000)] seventy-five thousand dollars 8 9 (\$75,000). This provision is intended to make unlawful the 10 practice of evading advertising requirements by making a series 11 of purchases or contracts each for less than the advertising requirement price, or by making several simultaneous purchases 12 13 or contracts each below said price, when in either case the transaction involved should have been made as one transaction 14 15 for one price.

16 Section 3. Section 773 of the act, amended May 11, 1949
17 (P.L.1115, No.329), is amended to read:

18 Section 773. Contracts for Light, Heat or Water; Acquiring Water Supply; Condemnation; Tapping District Water Lines.--(a) 19 The board of school directors in any school district may, in the 20 21 manner herein provided, enter into any contract with any person, 22 firm, association, or corporation, for the furnishing of light, heat, or water to such school district, for any term not 23 24 exceeding [five] ten years. The amount to become due and payable 25 thereon, under such contract, may be distributed equally during 26 the years over which the same extends, and only so much thereof 27 as becomes due and payable in any one year need be provided for 28 in the annual estimate of school expenses for any school year, 29 and be certified to by any school controller.

30 (b) In any case where any school building to be supplied 20050S0382B0384 - 5 -

with water is not sufficiently near to the pipe lines of any 1 2 water company to enable the school district to avail itself of 3 such supply and another source of supply is available nearer to 4 such school building, the board of school directors may acquire 5 such supply, or any part thereof deemed necessary, and may lay 6 and construct a pipe line to convey water from such source of supply to such school building, and, for such purpose, may enter 7 upon, occupy and use any highway or public or private property 8 9 which it deems necessary. In the event that compensation 10 therefor cannot be agreed upon with any owner of private 11 property so acquired, occupied and used, the amount thereof shall be determined in the manner provided in sections seven 12 13 hundred twenty-one to seven hundred twenty-eight, both inclusive, of this article. 14

15 (c) In any case where a school district has constructed a 16 water pipe line for the supply of water to any school building 17 and such supply is more than adequate for such purpose, the 18 board of school directors may, subject to such terms as may be 19 agreed on, permit the tapping of such pipe line by any adjacent 20 community having no other available public water supply.

Section 4. Section 807.1 of the act, amended May 4, 1990 (P.L.164, No.38), is amended to read:

23 Section 807.1. Purchase of Supplies. -- (a) All furniture, 24 equipment, textbooks, school supplies and other appliances for 25 the use of the public schools, costing [ten thousand dollars 26 (\$10,000)] <u>fifty thousand dollars (\$50,000)</u> or more shall be 27 purchased by the board of school directors only after due 28 advertisement as hereinafter provided. Supplies costing [ten thousand dollars (\$10,000)] fifty thousand dollars (\$50,000) or 29 30 more shall be purchased by the board of school directors only - 6 -20050S0382B0384

1 after public notice has been given by advertisement once a week
2 for three (3) weeks in not less than two (2) newspapers of
3 general circulation. In any district where no newspaper is
4 published, said notice may, in lieu of such publication, be
5 posted in at least five (5) public places.

6 (a.1) Written or telephonic price quotations from at least 7 three qualified and responsible vendors shall be requested by the board of school directors for all purchases of supplies that 8 exceed [four thousand dollars (\$4,000)] twenty-five thousand 9 10 <u>dollars (\$25,000)</u> but are less than the amount requiring 11 advertisement and competitive bidding, or, in lieu of price quotations, a memorandum shall be kept on file showing that 12 13 fewer than three qualified vendors exist in the market area 14 within which it is practicable to obtain quotations. A written 15 record of telephonic price quotations shall be made and shall 16 contain at least the date of the quotation, the name of the 17 vendor and the vendor's representative, the supplies which were 18 the subject of the quotation and the price of the supplies. 19 Written price quotations, written records of telephonic price quotations and memoranda shall be retained for a period of three 20 21 years.

22 The board of school directors shall accept the bid of (b) 23 the lowest responsible bidder, kind, quality, and material being 24 equal, but shall have the right to reject any and all bids, or 25 select a single item from any bid. The board of school directors 26 in any district may authorize or appoint the secretary of the 27 board or other executive as purchasing agent for the district, 28 with authority to purchase supplies costing less than [ten thousand dollars (\$10,000)] fifty thousand dollars (\$50,000). 29 30 (C) The following shall be exempt from the above provisions: 20050S0382B0384 - 7 -

1 maps, music, globes, charts, educational films, filmstrips,
2 prepared transparencies and slides, pre-recorded magnetic tapes
3 and disc recordings, textbooks, games, toys, prepared kits,
4 flannel board materials, flash cards, models, projectuals and
5 teacher demonstration devices necessary for school use.

6 No board of school directors shall evade the provisions (d) of this section as to advertising for bids or purchasing 7 materials piecemeal for the purpose of obtaining prices under 8 [ten thousand dollars (\$10,000)] fifty thousand dollars 9 10 (\$50,000) upon transactions which should, in the exercise of 11 reasonable discretion and prudence, be conducted as one transaction amounting to more than [ten thousand dollars 12 13 (\$10,000)] <u>fifty thousand dollars (\$50,000)</u>. This provision is 14 intended to make unlawful the practice of evading advertising 15 requirements by making a series of purchases or contracts each 16 for less than the advertising requirement price, or by making several simultaneous purchases or contracts each below said 17 18 price, when in either case the transaction involved should have been made as one transaction for one price. 19

20 Section 5. Section 1352 of the act is amended to read: 21 Section 1352. List of Names for Schools; Statistics for 22 [Superintendent of Public Instruction] Secretary of Education.--23 The secretary of each board of school directors, or such other 24 person as is directed by the board, shall, at or before the 25 opening of the school term, furnish to the principal or teacher 26 of each school a correct list of the names and residences of all 27 children, assigned to such school, who are subject to the 28 provisions of this act. The secretary or other person shall also 29 forward, on or before the first day of October [of each year] 30 2005, and every three years thereafter, to the county or - 8 -20050S0382B0384

district superintendent, to be by him forwarded, on or before
the first day of November [of each year] 2005, and every three
years thereafter, to the [Superintendent of Public Instruction]
Secretary of Education, a summary of such statistics regarding
the children in each district, as is required by the
[Superintendent of Public Instruction] Secretary of Education,
on blanks provided by him for that purpose.
Section 6. This act shall take effect in 60 days.

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