THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1021 Session of 2011

- INTRODUCED BY KRIEGER, MARSICO, CALTAGIRONE, MAHONEY, VULAKOVICH, GINGRICH, HUTCHINSON, EVANKOVICH, REICHLEY, DUNBAR, REESE, TALLMAN, PETRARCA, HARRIS, MANN, ELLIS, BAKER, PICKETT, REED, EVERETT, GROVE, COHEN, METCALFE, METZGAR, GRELL, CREIGHTON, PYLE, ROAE, CUTLER, MUSTIO, SCHRODER, MILLER, SONNEY AND MURT, MARCH 14, 2011
- AS REPORTED FROM COMMITTEE ON STATE GOVERNMENT, HOUSE OF REPRESENTATIVES, AS AMENDED, MAY 3, 2011

AN ACT

Amending Title 62 (Procurement) of the Pennsylvania Consolidated
Statutes, further providing for SOLE SOURCE PROCUREMENT AND
FOR competitive selection procedures for certain services;
AND PROVIDING FOR DIVERSITY PLAN, FOR DEFINITIONS AND FOR
DISCLOSURE OF CONTRIBUTIONS BY CONTRACTORS.

6 The General Assembly of the Commonwealth of Pennsylvania

7 hereby enacts as follows:

8 Section 1. Section 518 of Title 62 of the Pennsylvania

9 Consolidated Statutes is amended to read:

10 SECTION 1. SECTIONS 515 AND 518 OF TITLE 62 OF THE

11 PENNSYLVANIA CONSOLIDATED STATUTES ARE AMENDED TO READ:

12 § 515. SOLE SOURCE PROCUREMENT.

13 (A) DETERMINATION.--A CONTRACT MAY BE AWARDED FOR A SUPPLY,

14 SERVICE OR CONSTRUCTION ITEM WITHOUT COMPETITION IF THE

15 CONTRACTING OFFICER FIRST DETERMINES IN WRITING THAT ONE OF THE

16 FOLLOWING CONDITIONS EXISTS:

17 (1) ONLY A SINGLE CONTRACTOR IS CAPABLE OF PROVIDING THE

1 SUPPLY, SERVICE OR CONSTRUCTION.

2 (2) A FEDERAL OR STATE STATUTE OR FEDERAL REGULATION 3 EXEMPTS THE SUPPLY, SERVICE OR CONSTRUCTION FROM THE COMPETITIVE PROCEDURE. 4

5 (3) THE TOTAL COST OF THE SUPPLY, SERVICE OR CONSTRUCTION IS LESS THAN THE AMOUNT ESTABLISHED BY THE 6 7 DEPARTMENT FOR SMALL, NO-BID PROCUREMENTS UNDER SECTION 514 8 (RELATING TO SMALL PROCUREMENTS).

9 (4) IT IS CLEARLY NOT FEASIBLE TO AWARD THE CONTRACT FOR SUPPLIES OR SERVICES ON A COMPETITIVE BASIS. 10

(5) THE SERVICES ARE TO BE PROVIDED BY ATTORNEYS OR 11 LITIGATION CONSULTANTS SELECTED BY THE OFFICE OF GENERAL 12 COUNSEL, THE OFFICE OF ATTORNEY GENERAL, THE DEPARTMENT OF 13 14 THE AUDITOR GENERAL OR THE TREASURY DEPARTMENT.

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(6) THE SERVICES ARE TO BE PROVIDED BY EXPERT WITNESSES.

16 (7) THE SERVICES INVOLVE THE REPAIR, MODIFICATION OR CALIBRATION OF EQUIPMENT AND THEY ARE TO BE PERFORMED BY THE 17 18 MANUFACTURER OF THE EOUIPMENT OR BY THE MANUFACTURER'S 19 AUTHORIZED DEALER, PROVIDED THE CONTRACTING OFFICER DETERMINES THAT BIDDING IS NOT APPROPRIATE UNDER THE 20 21 CIRCUMSTANCES.

(8) THE CONTRACT IS FOR INVESTMENT ADVISORS OR MANAGERS 22 SELECTED BY THE PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM, 23 24 THE STATE EMPLOYEES' RETIREMENT SYSTEM OR A STATE-AFFILIATED 25 ENTITY.

26 (9) THE CONTRACT IS FOR FINANCIAL OR INVESTMENT EXPERTS TO BE USED AND SELECTED BY THE TREASURY DEPARTMENT OR 27 28 FINANCIAL OR INVESTMENT EXPERTS SELECTED BY THE SECRETARY OF 29 THE BUDGET.

(10) THE CONTRACT FOR SUPPLIES OR SERVICES IS IN THE 30 - 2 -

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1 BEST INTEREST OF THE COMMONWEALTH.

2 THE WRITTEN DETERMINATION AUTHORIZING SOLE SOURCE PROCUREMENT 3 SHALL BE INCLUDED IN THE CONTRACT FILE. WITH THE EXCEPTION OF 4 SMALL PROCUREMENTS UNDER SECTION 514 AND EMERGENCY PROCUREMENTS UNDER SECTION 516 (RELATING TO EMERGENCY PROCUREMENT), IF THE 5 6 SOLE SOURCE PROCUREMENT IS FOR A SUPPLY, EXCEPT FOR COMPUTER 7 SOFTWARE UPDATES UNDER \$50,000, FOR WHICH THE DEPARTMENT ACTS AS 8 PURCHASING AGENCY, IT MUST BE APPROVED BY THE BOARD OF 9 COMMISSIONERS OF PUBLIC GROUNDS AND BUILDINGS PRIOR TO THE AWARD 10 OF A CONTRACT.

(B) LEGAL SERVICES CONTRACT.--THE FOLLOWING SHALL APPLY IN
 THE CASE OF LEGAL SERVICES PROCURED UNDER SUBSECTION (A) (5), IN
 WHICH THE ATTORNEYS OR LITIGATION CONSULTANTS WILL BE

14 <u>COMPENSATED ON A CONTINGENT FEE BASIS:</u>

- 15 <u>(1) COMPENSATION SHALL NOT EXCEED 20% OF A PORTION OF AN</u> 16 AWARD OR SETTLEMENT.
- 17 (2) BY FEBRUARY 1 OF EACH YEAR, THE HEAD OF ANY
- 18 <u>PURCHASING AGENCY THAT IS PARTY TO A CONTRACT IN WHICH THE</u>
- 19 <u>METHOD OF COMPENSATION IS ON A CONTINGENT FEE BASIS SHALL</u>
- 20 SUBMIT A REPORT TO THE CHAIRMAN AND MINORITY CHAIRMAN OF THE
- 21 STATE GOVERNMENT COMMITTEE OF THE SENATE AND THE CHAIRMAN AND
- 22 THE MINORITY CHAIRMAN OF THE STATE GOVERNMENT COMMITTEE OF
- 23 THE HOUSE OF REPRESENTATIVES. THE REPORT SHALL LIST FOR EACH
- 24 CONTINGENT FEE CONTRACT THE PARTIES TO THE CONTRACT, THE
- 25 NATURE OF THE CONTRACT, THE DATE THE CONTRACT WAS ENTERED
- 26 INTO, THE DATE OF TERMINATION, IF ANY, AND THE RATE OF
- 27 <u>COMPENSATION.</u>
- 28 (3) IN ADDITION TO THE REQUIREMENTS OF PARAGRAPHS (1)
 29 AND (2) EACH CONTRACT FOR LEGAL SERVICES SHALL INCLUDE THE
 30 FOLLOWING PROVISIONS:

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1 (I) COMMONWEALTH ATTORNEYS DESIGNATED BY THE HEAD OF 2 THE PURCHASING AGENCY SHALL RETAIN CONTROL OVER THE 3 COURSE AND CONDUCT OF ANY LEGAL ACTION, RETAIN THE ABILITY TO HAVE DIRECT CONTACT WITH ANY PARTY TO THE 4 5 ACTION AND PARTICIPATE IN ANY CONFERENCE CALL, HEARING, TRIAL OR SETTLEMENT CONFERENCE. 6 7 (II) THE PURCHASING AGENCY SHALL MAINTAIN THE EXCLUSIVE POWER TO ACCEPT A SETTLEMENT. 8 9 (III) NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPHS (I) AND (II), COMMONWEALTH ATTORNEYS SHALL 10 BE SUBJECT TO THE RULES OF PROFESSIONAL CONDUCT AS SET 11 12 FORTH BY THE SUPREME COURT IN ACCORDANCE WITH SECTION 13 10(C) OF ARTICLE V OF THE CONSTITUTION OF PENNSYLVANIA. 14 (C) DEFINITION.--AS USED IN THIS SECTION, THE TERM "COMMONWEALTH ATTORNEY" MEANS AN ATTORNEY EMPLOYED BY THE 15 16 PURCHASING AGENCY WHO IS ELIGIBLE TO PARTICIPATE IN THE 17 RETIREMENT SYSTEM ESTABLISHED UNDER 71 PA.C.S. PT. XXV (RELATING 18 TO RETIREMENT FOR STATE EMPLOYEES AND OFFICERS). 19 § 518. Competitive selection procedures for certain services. 20 Conditions for use. -- The services of accountants, (a) 21 clergy, physicians, lawyers, dentists and other professional 22 services which are not performed by other Commonwealth employees 23 shall be procured in accordance with this section except as 24 authorized under section 514 (relating to small procurements)+, 25 515 (relating to sole source procurement) + or 516 (relating to 26 emergency procurement). 27 (b) Statement of qualifications. -- Persons engaged in

28 providing the types of services specified in subsection (a) may 29 submit statements of qualifications and expressions of interest 30 in providing these services. The contracting officer may specify

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a uniform format for statements of qualifications. Persons may 1 2 amend these statements at any time by filing a new statement. 3 (C) Request for proposals. -- [Adequate notice of] When the need for the services specified in subsection (a) [shall be 4 given by] exists, the purchasing agency shall solicit the 5 services through a request for proposals. The request for 6 7 proposals shall describe the services required, list the type of 8 information required of each offeror [and]_ state the relative 9 importance of the particular information and disclose the method 10 of compensation. 11 (c.1) Method of compensation. -- If the head of the 12 contracting PURCHASING agency determines in writing that it is in the best interests of the Commonwealth for the services to be 13 14 provided on a contingent fee basis, the head of the purchasing agency shall disclose in the request for proposals required by 15 16 subsection (c) that the method of compensation for the procurement shall be on a contingent fee basis. 17

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18 (c.2) Evaluation. -- The relative importance of the evaluation

19 factors shall be fixed prior to opening the proposals.

(d) Discussions.--The contracting officer may conduct discussions with any responsible offeror to determine the offeror's qualifications for further consideration. Discussions shall not disclose any information derived from proposals submitted by other offerors.

(e) [Award.--Award shall be made to the] <u>Selection for</u>
<u>negotiation.--The</u> responsible offeror determined in writing by
the contracting officer to be best qualified based on the
evaluation factors set forth in the request for proposals[.
Fair] shall be selected for contract negotiations.

30 (f) Fee for services compensation.--If the offeror is to be

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1 compensated on a fee for services basis, fair and reasonable 2 compensation shall be determined through negotiation. The rate-3 of compensation shall not exceed the rate charged to other governmental entities. If compensation cannot be agreed upon 4 with the best qualified responsible offeror, then negotiations 5 6 will be formally terminated with the offeror. If proposals were 7 submitted by one or more other responsible offerors, 8 negotiations may be conducted with the other responsible offeror 9 or responsible offerors in the order of their respective 10 qualification ranking. [The contract may be awarded to the 11 responsible offeror then ranked as best qualified if the amount 12 of compensation is determined to be fair and reasonable.] 13 (q) Contingent fee compensation. -- If the offeror is to be 14 compensated on a contingent fee basis, fair and reasonable 15 compensation shall be determined through negotiation. Compensation shall not exceed 20% of a portion of an award or 16 settlement, or \$25,000,000, whichever is less. If compensation 17 18 cannot be agreed upon with the best gualified responsible 19 offeror, then negotiations will be formally terminated with the 20 offeror. If proposals were submitted by one or more other 21 responsible offerors, negotiations may be conducted with the 22 other responsible offeror or responsible offerors in the order 23 of their respective qualification ranking. By February 1 of each 24 year, if a Commonwealth agency THE HEAD OF ANY PURCHASING AGENCY ← 25 THAT is party to A contract in which the method of compensation ← 26 is on a contingent fee basis, the head of that Commonwealth ← 27 agency shall submit a report to the President Pro tempore of the Senate and the Speaker SHALL SUBMIT A REPORT TO THE CHAIRMAN AND 28 ← 29 MINORITY CHAIRMAN OF THE STATE GOVERNMENT COMMITTEE OF THE SENATE AND THE CHAIRMAN AND MINORITY CHAIRMAN OF THE STATE 30

1	GOVERNMENT COMMITTEE of the House of Representatives. The report_
2	shall list for each contingent fee contract the parties to the
3	contract, the nature of the contract, the date the contract was
4	entered into, the date of termination, if any, and the rate of
5	compensation.
6	(h) ContractsIf an agreement was reached during
7	negotiations, a contract may be entered into between the
8	purchasing agency and the offeror. All contracts procuring
9	services under this section shall be in writing and posted in
10	accordance with Chapter 17 of the act of February 14, 2008
11	(P.L.6, No.3) known as the Right-to-Know Law.
12	(i) Legal services contractsIf the procurement is for
13	legal services, in addition to the requirements of subsection
14	(h), each contract for legal services shall do the following
15	INCLUDE THE FOLLOWING PROVISIONS:
16	(1) Commonwealth attorneys DESIGNATED BY THE HEAD OF THE
17	PURCHASING AGENCY shall retain control over the course and
18	conduct of any legal action, retain the ability to have
19	direct contact with any party to the action and participate
20	in any conference call, hearing, trial or settlement
21	conference.
22	(2) The contracting agency maintains PURCHASING AGENCY
23	SHALL MAINTAIN the exclusive power to accept a settlement.
24	(3) NOTWITHSTANDING THE PROVISIONS OF PARAGRAPHS (1) AND \leftarrow
25	(2), COMMONWEALTH ATTORNEYS SHALL BE SUBJECT TO THE RULES OF
26	PROFESSIONAL CONDUCT AS SET FORTH BY THE SUPREME COURT IN
27	ACCORDANCE WITH SECTION 10(C) OF ARTICLE V OF THE
28	CONSTITUTION OF PENNSYLVANIA.
29	(j) DefinitionAs used in this section, the term
30	"commonwealth attorney" means an attorney employed by the

1	contracting agency who is eligible to participate in the
2	retirement system established by 71 Pa.C.S. Pt. XXV (relating to
3	retirement for State employees and officers).
4	SECTION 2. TITLE 62 IS AMENDED BY ADDING SECTIONS TO READ: \leftarrow
5	<u>§ 520.1. DIVERSITY PLAN.</u>
6	A CONTRACT SHALL NOT BE GRANTED UNLESS THE CONTRACTING AGENCY
7	FINDS THAT THE OFFEROR HAS DEVELOPED AND IMPLEMENTED OR AGREED
8	TO DEVELOP AND IMPLEMENT A DIVERSITY PLAN TO ASSURE THAT ALL
9	PERSONS ARE ACCORDED EQUALITY OF OPPORTUNITY IN EMPLOYMENT AND
10	CONTRACTING BY THE OFFEROR, ITS SUBCONTRACTORS, ASSIGNEES,
11	LESSEES, AGENTS, VENDORS AND SUPPLIERS.
12	<u>§ 2301.1. DEFINITIONS.</u>
13	THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS CHAPTER
14	SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE
15	CONTEXT CLEARLY INDICATES OTHERWISE:
16	"AFFILIATE." ANY OF THE FOLLOWING:
17	(1) A PARENT, SUBSIDIARY OR OTHERWISE AFFILIATED ENTITY
18	OF AN APPLICANT OR A CONTRACTOR.
19	(2) AN OFFICER, DIRECTOR, ASSOCIATE, CONTROLLING
20	SHAREHOLDER, INDIVIDUAL OWNER, PARTNER OR LIMITED PARTNER OF
21	AN APPLICANT OR A CONTRACTOR.
22	(3) AN OFFICER, DIRECTOR, ASSOCIATE, CONTROLLING
23	SHAREHOLDER, INDIVIDUAL OWNER, PARTNER OR LIMITED PARTNER OF
24	A PARENT, SUBSIDIARY OR OTHERWISE AFFILIATED ENTITY OF AN
25	APPLICANT OR A CONTRACTOR.
26	(4) A POLITICAL COMMITTEE CONTROLLED BY AN APPLICANT OR
27	<u>A CONTRACTOR.</u>
28	(5) A POLITICAL COMMITTEE CONTROLLED BY A PARENT,
29	SUBSIDIARY OR OTHERWISE AFFILIATED ENTITY OF AN APPLICANT OR
30	<u>A CONTRACTOR.</u>

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1	(6) A LOBBYIST OR LOBBYING FIRM IDENTIFIED ON AN
2	APPLICANT'S DISCLOSURE STATEMENT OR A CONTRACTOR'S UPDATED
3	DISCLOSURE STATEMENT.
4	(7) A MEMBER OF THE IMMEDIATE FAMILY OF AN INDIVIDUAL
5	DESCRIBED IN PARAGRAPHS (1), (2), (3), (4), (5) AND (6).
6	"APPLICANT." A BIDDER, OFFEROR OR OTHER PERSON SEEKING A
7	CONTRACT, WHICH IS TO BE AWARDED UNDER SECTION 513 (RELATING TO
8	COMPETITIVE SEALED PROPOSALS), 514 (RELATING TO SMALL
9	PROCUREMENTS), 515 (RELATING TO SOLE SOURCE PROCUREMENT), 516
10	(RELATING TO EMERGENCY PROCUREMENT), 518 (RELATING TO
11	<u>COMPETITIVE SELECTION PROCEDURES FOR CERTAIN SERVICES) OR 519</u>
12	(RELATING TO SELECTION PROCEDURE FOR INSURANCE AND NOTARY
13	BONDS).
14	"ELECTED OFFICIAL." AN INDIVIDUAL ELECTED BY THE PUBLIC TO
15	SERVE A TERM IN AN ELECTIVE OFFICE. THE TERM SHALL INCLUDE AN
16	INDIVIDUAL APPOINTED TO FILL AN UNEXPIRED TERM IN AN ELECTIVE
17	OFFICE.
18	"ELECTIVE OFFICE." A POSITION IN A GOVERNMENTAL BODY TO
19	WHICH AN INDIVIDUAL IS REQUIRED UNDER THE CONSTITUTION OF THE
20	COMMONWEALTH OR BY STATE LAW TO BE ELECTED BY THE PUBLIC.
21	"IMMEDIATE FAMILY." A PARENT, SPOUSE, CHILD, BROTHER OR
22	SISTER.
23	"LOBBYING." AS DEFINED IN 65 PA.C.S. § 13A03 (RELATING TO
24	DEFINITIONS).
25	"LOBBYING FIRM." AS DEFINED IN 65 PA.C.S. § 13A03 (RELATING
26	TO DEFINITIONS).
27	"LOBBYIST." AS DEFINED IN 65 PA.C.S. § 13A03 (RELATING TO
28	DEFINITIONS).
29	"REPORTABLE CONTRIBUTION." ANY OF THE FOLLOWING:
30	(1) A CONTRIBUTION MADE BY AN APPLICANT OR CONTRACTOR OR

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1	AN AFFILIATE OF AN APPLICANT OR A CONTRACTOR TO:
2	(I) A CANDIDATE FOR NOMINATION OR ELECTION TO AN
3	ELECTIVE OFFICE OR TO THE CANDIDATE'S POLITICAL
4	<u>COMMITTEE;</u>
5	(II) AN ELECTED OFFICIAL OR TO THE ELECTED
6	OFFICIAL'S CANDIDATE POLITICAL COMMITTEE; OR
7	(III) A POLITICAL COMMITTEE NOT DESCRIBED IN
8	SUBPARAGRAPH (I) WITH THE PURPOSE AND INTENT THAT THE
9	POLITICAL COMMITTEE WILL, DIRECTLY OR INDIRECTLY, MAKE
10	THE CONTRIBUTION AVAILABLE TO A CANDIDATE FOR NOMINATION
11	OR ELECTION TO AN ELECTIVE OFFICE OR TO THE CANDIDATE'S
12	POLITICAL COMMITTEE, OR TO AN ELECTED OFFICIAL OR THE
13	ELECTED OFFICIAL'S CANDIDATE POLITICAL COMMITTEE.
14	(2) A CONTRIBUTION MADE BY A PERSON TO A CANDIDATE FOR
15	NOMINATION OR ELECTION TO AN ELECTIVE OFFICE OR TO THE
16	CANDIDATE'S POLITICAL COMMITTEE, OR TO AN ELECTED OFFICIAL OR
17	TO THE ELECTED OFFICIAL'S CANDIDATE POLITICAL COMMITTEE, FOR
18	WHICH A PERSON WHO IS AN APPLICANT OR CONTRACTOR OR ANY OF
19	THEIR RESPECTIVE AFFILIATES ACTS AS AN INTERMEDIARY.
20	§ 2304. DISCLOSURE OF CONTRIBUTIONS BY CONTRACTORS.
21	(A) INITIAL DISCLOSURE REQUIREMENTS
22	(1) NO COMMONWEALTH AGENCY MAY AWARD A CONTRACT TO AN
23	APPLICANT UNDER SECTION 513 (RELATING TO COMPETITIVE SEALED
24	PROPOSALS), 514 (RELATING TO SMALL PROCUREMENTS), 515
25	(RELATING TO SOLE SOURCE PROCUREMENT), 516 (RELATING TO
26	EMERGENCY PROCUREMENT), 518 (RELATING TO COMPETITIVE
27	SELECTION PROCEDURES FOR CERTAIN SERVICES) OR 519 (RELATING
28	TO SELECTION PROCEDURE FOR INSURANCE AND NOTARY BONDS) UNLESS
29	THE APPLICANT HAS SUBMITTED TO THE AGENCY A COMPLETED AND
30	SIGNED DISCLOSURE STATEMENT THAT SETS FORTH THE INFORMATION

1 REQUIRED UNDER SUBSECTION (C) AND IS OTHERWISE IN COMPLIANCE 2 WITH THIS SECTION. 3 (2) EXCEPT AS PROVIDED IN PARAGRAPH (3), AN APPLICANT SHALL SUBMIT A COMPLETED AND SIGNED DISCLOSURE STATEMENT TO 4 5 THE AGENCY WITH OTHER BID OR PROPOSAL MATERIALS RELATING TO 6 THE CONTRACT ON OR PRIOR TO THE TIME AND DATE ESTABLISHED BY 7 THE AGENCY FOR RECEIPT OF BIDS OR PROPOSALS. 8 (3) FOR CONTRACTS AWARDED UNDER SECTION 514, 515 OR 516 9 THAT DO NOT REOUIRE THE SUBMISSION OF BIDS OR OFFERS, AN APPLICANT SHALL SUBMIT A COMPLETED DISCLOSURE STATEMENT AS 10 DIRECTED BY THE AGENCY, BUT PRIOR TO THE AGENCY'S AWARD OF 11 12 THE CONTRACT. 13 (4) A BID OR OFFER MADE WITHOUT A COMPLETED AND SIGNED DISCLOSURE STATEMENT SHALL NOT BE CONSIDERED A RESPONSIVE BID 14 15 OR OFFER. 16 (B) REQUIREMENT TO UPDATE DISCLOSURES.--17 (1) A CONTRACTOR WHO HAS BEEN AWARDED A CONTRACT UNDER 18 SECTION 513, 514, 515, 516, 518 OR 519 SHALL, DURING THE TERM 19 OF THE CONTRACT AND FOR ONE YEAR THEREAFTER, SUBMIT AN UPDATED DISCLOSURE STATEMENT TO THE AGENCY WITHIN FIVE DAYS 20 21 FOLLOWING MAKING A REPORTABLE CONTRIBUTION OR LEARNING THAT 22 AN AFFILIATE HAS MADE A REPORTABLE CONTRIBUTION. EACH UPDATED 23 DISCLOSURE STATEMENT SHALL INCLUDE ALL REPORTABLE 24 CONTRIBUTIONS MADE SINCE THE DATE OF THE FIRST DISCLOSURE 25 STATEMENT SUBMITTED. 26 (2) EACH CONTRACT AWARDED UNDER SECTION 513, 514, 515, 27 518 OR 519 SHALL CONTAIN A PROVISION REQUIRING THE CONTRACTOR 28 TO SUBMIT AN UPDATED DISCLOSURE STATEMENT AS REQUIRED UNDER 29 PARAGRAPH (1). (C) FORM OF DISCLOSURE STATEMENTS.--30

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1	(1) THE DEPARTMENT OF GENERAL SERVICES SHALL DEVELOP A
2	FORM OF DISCLOSURE STATEMENT TO BE USED BY APPLICANTS AND
3	CONTRACTORS UNDER THIS SECTION.
4	(2) ALL INVITATIONS FOR BIDS, REQUESTS FOR PROPOSALS AND
5	OTHER AGENCY COMMUNICATIONS WITH PROSPECTIVE CONTRACTORS
6	REGARDING A CONTRACT AWARDED UNDER SECTION 513, 514, 515,
7	516, 518 OR 519, SHALL INCLUDE A DISCLOSURE STATEMENT FORM
8	AND INFORMATION REGARDING THE DISCLOSURE REQUIREMENTS OF THIS
9	SECTION.
10	(3) THE DEPARTMENT OF GENERAL SERVICES AND THE
11	DEPARTMENT OF STATE SHALL POST THE DISCLOSURE STATEMENT FORM
12	AND INFORMATION REGARDING THE DISCLOSURE REQUIREMENTS OF THIS
13	SECTION ON THEIR RESPECTIVE PUBLICLY ACCESSIBLE INTERNET
14	WEBSITES AND SHALL OTHERWISE MAKE THE FORMS AND INFORMATION
15	AVAILABLE UPON REQUEST.
16	(D) CONTENT OF DISCLOSURE STATEMENTS AND UPDATESEACH
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17	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL
17	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL
17 18	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION:
17 18 19	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF
17 18 19 20	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR.
17 18 19 20 21	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION
17 18 19 20 21 22	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO
17 18 19 20 21 22 23	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR.
17 18 19 20 21 22 23 24	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR. (3) THE NAMES, BUSINESS ADDRESSES AND TELEPHONE NUMBERS
17 18 19 20 21 22 23 24 25	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR. (3) THE NAMES, BUSINESS ADDRESSES AND TELEPHONE NUMBERS OF ALL LOBBYISTS AND LOBBYING FIRMS PAID BY THE APPLICANT TO
17 18 19 20 21 22 23 24 25 26	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR. (3) THE NAMES, BUSINESS ADDRESSES AND TELEPHONE NUMBERS OF ALL LOBBYISTS AND LOBBYING FIRMS PAID BY THE APPLICANT TO LOBBY A COMMONWEALTH AGENCY TO INFLUENCE THE AWARDING OF A
17 18 19 20 21 22 23 24 25 26 27	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR. (3) THE NAMES, BUSINESS ADDRESSES AND TELEPHONE NUMBERS OF ALL LOBBYISTS AND LOBBYING FIRMS PAID BY THE APPLICANT TO LOBBY A COMMONWEALTH AGENCY TO INFLUENCE THE AWARDING OF A CONTRACT WITHIN ONE YEAR PRIOR TO THE DATE OF AN APPLICANT'S
17 18 19 20 21 22 23 24 25 26 27 28	DISCLOSURE STATEMENT SUBMITTED PURSUANT TO SUBSECTION (A) SHALL INCLUDE THE FOLLOWING INFORMATION: (1) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF THE APPLICANT OR CONTRACTOR. (2) THE CONTRACT NUMBER OR OTHER IDENTIFYING INFORMATION REGARDING THE CONTRACT SOUGHT BY THE APPLICANT OR AWARDED TO THE CONTRACTOR. (3) THE NAMES, BUSINESS ADDRESSES AND TELEPHONE NUMBERS OF ALL LOBBYISTS AND LOBBYING FIRMS PAID BY THE APPLICANT TO LOBBY A COMMONWEALTH AGENCY TO INFLUENCE THE AWARDING OF A CONTRACT WITHIN ONE YEAR PRIOR TO THE DATE OF AN APPLICANT'S BID, OFFER OR PROPOSAL.

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1	OR PROPOSAL. FOR EACH REPORTABLE CONTRIBUTION MADE, THE
2	APPLICANT SHALL IDENTIFY THE RECIPIENT OF THE CONTRIBUTION
3	AND THE DATE AND AMOUNT OF THE CONTRIBUTION.
4	(5) ALL FUNDRAISING EVENTS HOSTED BY AN APPLICANT OR ANY
5	OF THE APPLICANT'S AFFILIATES WITHIN THREE YEARS PRIOR TO THE
6	DATE OF THE APPLICANT'S BID, OFFER OR PROPOSAL FOR THE
7	PURPOSE OF SOLICITING OR RECEIVING REPORTABLE CONTRIBUTIONS
8	AND THE DATE AND AMOUNT OF REPORTABLE CONTRIBUTIONS SOLICITED
9	OR RECEIVED AT EACH EVENT. AN UPDATED DISCLOSURE STATEMENT
10	SHALL BE SUBMITTED DURING THE TERM OF A CONTRACT WITHIN FIVE
11	DAYS FOLLOWING A FUNDRAISING EVENT DESCRIBED IN THIS
12	PARAGRAPH HOSTED BY A CONTRACTOR OR AN AFFILIATE OF A
13	CONTRACTOR.
14	(6) THE NAME, BUSINESS ADDRESS AND TELEPHONE NUMBER OF
15	ALL SUBCONTRACTORS WHICH THE APPLICANT INTENDS TO USE ON THE
16	CONTRACT OR WHICH THE CONTRACTOR IS USING ON THE CONTRACT.
17	(E) POSTING OF DISCLOSURE STATEMENTS AND UPDATES
18	(1) A COMMONWEALTH AGENCY SHALL PROMPTLY TRANSMIT TO THE
19	DEPARTMENT OF STATE A COPY OF THE DISCLOSURE STATEMENT AND
20	EACH UPDATED DISCLOSURE STATEMENT IT RECEIVES FROM AN
21	APPLICANT OR CONTRACTOR UNDER THIS SECTION.
22	(2) THE DEPARTMENT OF STATE SHALL POST EACH DISCLOSURE
23	STATEMENT AND EACH UPDATED DISCLOSURE STATEMENT RECEIVED
24	UNDER THIS SECTION ON ITS PUBLICLY ACCESSIBLE INTERNET
25	WEBSITE NO LATER THAN FIVE DAYS AFTER THE DISCLOSURE
26	STATEMENT OR UPDATE HAS BEEN RECEIVED BY THE DEPARTMENT. EACH
27	DISCLOSURE STATEMENT AND RELATED UPDATES SHALL REMAIN POSTED
28	FOR A PERIOD OF TIME ENCOMPASSING THE LENGTH OF THE CONTRACT
29	AND ONE YEAR THEREAFTER. TO THE EXTENT PRACTICABLE, EACH
30	DISCLOSURE STATEMENT AND RELATED UPDATES SHALL BE POSTED

1 <u>TOGETHER.</u>

2	(3) THE DEPARTMENT OF STATE SHALL ALSO MAKE DISCLOSURE
3	STATEMENTS AND UPDATED DISCLOSURE STATEMENTS RECEIVED UNDER
4	THIS SECTION AVAILABLE FOR PUBLIC INSPECTION AND COPYING.
5	(F) PROHIBITED CONTRACTS NOTWITHSTANDING ANY OTHER
6	PROVISION OF THIS TITLE OR OTHER LAW:
7	(1) NO CONTRACT SHALL BE AWARDED TO AN APPLICANT WHO HAS
8	MADE A REPORTABLE CONTRIBUTION TO AN ELECTED OFFICIAL WITHIN
9	TWO YEARS PRIOR TO THE DATE OF THE APPLICANT'S APPLICATION;
10	AND
11	(2) NO CONTRACT SHALL BE RENEWED WITH AN APPLICANT WHO
12	HAD MADE A REPORTABLE CONTRIBUTION TO AN ELECTED OFFICIAL
13	WITHIN TWO YEARS PRIOR TO THE DATE THE RENEWAL IS TO BE
14	EFFECTIVE.
15	(G) PENALTIESAN APPLICANT OR CONTRACTOR WHO MAKES A
16	MATERIAL MISSTATEMENT OR OMISSION IN A DISCLOSURE STATEMENT OR
17	UPDATED DISCLOSURE STATEMENT MAY BE DEBARRED OR SUSPENDED UNDER
18	SECTION 531 (RELATING TO DEBARMENT OR SUSPENSION).
19	SECTION 3. THE AMENDMENT OR ADDITION OF 62 PA.C.S. §§ 515,
20	518 AND 2301.1 SHALL APPLY TO BIDS, OFFERS OR PROPOSALS THAT ARE
21	SOLICITED ON OR AFTER THE EFFECTIVE DATE OF THIS SECTION.
22	Section $\frac{2}{2}$ 4. This act shall take effect in 60 days-
23	IMMEDIATELY.

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