THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1851 Session of 2023

INTRODUCED BY JAMES, FREEMAN, SAPPEY, SMITH-WADE-EL AND MOUL, NOVEMBER 15, 2023

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, NOVEMBER 15, 2023

AN ACT

- Amending the act of May 1, 1933 (P.L.103, No.69), entitled "An act concerning townships of the second class; and amending, revising, consolidating and changing the law relating thereto," in contracts, further providing for letting contracts.

 The General Assembly of the Commonwealth of Pennsylvania
 hereby enacts as follows:

 Section 1. Section 3102(g) of the act of May 1, 1933
- o section 1. Section 5102 (g) of the act of May 1, 1955
- 9 (P.L.103, No.69), known as The Second Class Township Code, is
- 10 amended to read:
- 11 Section 3102. Letting Contracts.--* * *
- 12 (g) Unless covered under the bonding requirements of the act
- 13 of December 20, 1967 (P.L.869, No.385), known as the "Public
- 14 Works Contractors' Bond Law of 1967," the successful bidder
- 15 shall furnish a bond, or irrevocable letter of credit or other
- 16 <u>security with suitable reasonable requirements acceptable to the</u>
- 17 board of supervisors, guaranteeing performance of the contract,
- 18 in an amount as determined by the supervisors at the time of
- 19 advertising for bids which shall be not less than ten percent

- 1 nor more than one hundred percent of the amount of the contract,
- 2 within twenty days after the contract is awarded. If the bidder
- 3 fails to furnish the bond or irrevocable letter of credit or
- 4 <u>other security</u> within twenty days, unless delivery is made or
- 5 the entire contract is fulfilled during that time, the contract
- 6 is void. Delivery, accomplishment and guarantees may be required
- 7 in all cases, including the exceptions contained in this
- 8 section.
- 9 * * *
- 10 Section 2. This act shall take effect in 60 days.