THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 744

Session of 1989

INTRODUCED BY STOUT, CORMAN, STEWART, BRIGHTBILL, PUNT, LEMMOND, PORTERFIELD, WENGER, MADIGAN, AFFLERBACH, REIBMAN AND PETERSON, MARCH 23, 1989

REFERRED TO LOCAL GOVERNMENT, MARCH 23, 1989

AN ACT

- 1 Amending the act of May 1, 1933 (P.L.103, No.69), entitled "An
- 2 act concerning townships of the second class; and amending,
- 3 revising, consolidating, and changing the law relating
- 4 thereto, "further regulating contracts, advertisements,
- 5 specifications and bids for certain contracts.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. Section 802(a) and (e) of the act of May 1, 1933
- 9 (P.L.103, No.69), known as The Second Class Township Code,
- 10 reenacted and amended July 10, 1947 (P.L.1481, No.567), amended
- 11 December 22, 1981 (P.L.539, No.156) and December 17, 1986
- 12 (P.L.1686, No.198), are amended to read:
- 13 Section 802. Letting Contracts.--(a) Each township shall
- 14 have the power to make, to authorize, and to ratify,
- 15 expenditures for lawful purposes from funds available therefor,
- 16 by borrowing within legal limitations: Provided, That all
- 17 contracts or purchases in excess of [four thousand dollars] ten
- 18 thousand dollars, except those hereinafter mentioned, shall not
- 19 be made except with and from the lowest responsible bidder,

- 1 after due notice in one newspaper of general circulation,
- 2 published or circulating in the county in which the township is
- 3 situated, at least two times, at intervals of not less than
- 4 three days where daily newspapers of general circulation are
- 5 employed for such publication, or in case weekly newspapers are
- 6 employed, then the notice shall be published once a week for two
- 7 successive weeks. The first advertisement shall be published not
- 8 more than forty-five days and the second advertisement not less
- 9 than ten days prior to the date fixed for the opening of bids.
- 10 Notice of proposed contracts or purchases shall also be posted
- 11 where the board of supervisors normally meets or in a
- 12 conspicuous place within the township.
- 13 * * *
- 14 (e) The contracts or purchases made by any supervisors
- 15 involving an expenditure of over [four thousand dollars] ten
- 16 thousand dollars, which shall not require advertising or bidding
- 17 as hereinbefore provided, are as follows:
- 18 (1) Those made for maintenance, repairs or replacements for
- 19 water, electric light and other public works of the township,
- 20 provided they do not constitute new additions, extensions or
- 21 enlargements of existing facilities and equipment, but a bond
- 22 may be required by the supervisors as in other cases of work
- 23 done.
- 24 (2) Those made for improvements, repairs or maintenance of
- 25 any kind, made or provided by any township, through its own
- 26 employes: Provided, however, That all materials used for road
- 27 improvement, maintenance and/or construction in excess of [four
- 28 thousand dollars] ten thousand dollars be subject to the
- 29 advertising requirements contained herein.
- 30 (3) Those where particular types, models or pieces of new

- 1 equipment, articles, apparatus, appliances, vehicles, or parts
- 2 thereof, are desired by the supervisors, which are patented and
- 3 manufactured products.
- 4 (4) Those involving any policies of insurance or surety
- 5 company bonds, those made for public utility service under
- 6 tariffs on file with the Pennsylvania Public Utility Commission,
- 7 those made with another political subdivision, county, the
- 8 Commonwealth of Pennsylvania or the Federal Government, or any
- 9 agency of the Commonwealth or Federal Government, or any
- 10 municipal authority, including the sale, leasing or loan of any
- 11 supplies or materials by the Commonwealth, or the Federal
- 12 Government, or their agencies, but the price thereof, or the
- 13 expenditure therefor, shall not be in excess of those fixed by
- 14 the Commonwealth, the Federal Government or their agencies.
- 15 (5) Those involving personal or professional services.
- 16 * * *
- 17 Section 2. Sections 802.1 and 804 of the act, amended
- 18 December 22, 1981 (P.L.539, No.156), are amended to read:
- 19 Section 802.1. Evasion of Advertising Requirements.--No
- 20 supervisor or supervisors shall evade the provisions of section
- 21 eight hundred two as to advertising for bids, by purchasing or
- 22 contracting for services and personal properties piecemeal for
- 23 the purpose of obtaining prices under [four thousand dollars]
- 24 upon ten thousand dollars transactions which should, in the
- 25 exercise of reasonable discretion and prudence, be conducted as
- 26 one transaction amounting to more than [four thousand dollars]
- 27 ten thousand dollars. This provision is intended to make
- 28 unlawful the evading of advertising requirements by making a
- 29 series of purchases or contracts each for less than the
- 30 advertising requirement price, or by making several simultaneous

- 1 purchases or contracts, each below said price, when, in either
- 2 case, the transactions involved should have been made as one
- 3 transaction for one price. Any supervisors who so vote in
- 4 violation of this provision, and who know that the transaction
- 5 upon which they so vote is or ought to be part of a larger
- 6 transaction and that it is being divided in order to evade the
- 7 requirements as to advertising for bids, shall be jointly and
- 8 severally subject to surcharge for ten per centum of the full
- 9 amount of the contract or purchase. Whenever it shall appear
- 10 that a supervisor may have voted in violation of this section,
- 11 but the purchase or contract on which he so voted was not
- 12 approved by the board of supervisors, this section shall be
- 13 inapplicable.
- 14 Section 804. Separate Specifications for Branches of Work.--
- 15 In the preparation of specifications for the erection or
- 16 alteration of any public building, when the entire cost of such
- 17 work exceeds [four thousand dollars] ten thousand dollars, the
- 18 architect, engineer, or person preparing such specifications
- 19 shall prepare separate specifications for the plumbing, heating,
- 20 ventilating, and electrical work, and the township shall receive
- 21 separate bids upon each of such branches of work and award the
- 22 contract for the same to the lowest responsible bidder.
- 23 Section 3. This act shall take effect in 60 days.