HOUSE BILL NO. HB0052

Public works and contracts.

Sponsored by: Joint Appropriations Committee

A BILL

for

1 AN ACT relating to public works and contracts; modifying and

- 2 conforming provisions governing public contracting; repealing
- 3 provisions; and providing for an effective date.

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5 Be It Enacted by the Legislature of the State of Wyoming:

- 7 **Section 1.** 9-2-3004(c)(iv)(C), 15-1-113(d), (e) and
- 8 (h), 16-6-101(a) by creating new paragraphs (vi) through (xi)
- 9 and by renumbering (vi) as (xii), 16-6-102(a),
- $10 \quad 16-6-105(a)(i)(intro)$ and $(ii), \quad 16-6-106, \quad 16-6-107,$
- 11 16-6-110(a)(intro), 16-6-112(a) and (b), 16-6-113 through
- $12 \quad 16-6-117, \quad 16-6-118(b), \quad 16-6-119, \quad 16-6-121(a), \quad (c), \quad (e) \quad and$
- 13 (f), 16-6-202(a) by creating a new paragraph (iv) and by
- 14 renumbering (iv) as (v), 16-6-203(a)(intro), 16-6-205(b),
- 15 16-6-701(a)(ii), (iii), (v) through (vii), (ix)(intro), (A),
- 16 (B), (D), (E), (xi) through (xiii) and by creating a new

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paragraph (xiv), 16-6-702 through 16-6-704, 16-6-708(a) and
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    16-6-1001(a)(intro), (ii)(A)(II), (B) and (C), (iv) and by
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    creating a new subsection (f) are amended to read:
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         9-2-3004. Duties of the department.
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         (c) The department shall:
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              (iv) Oversee bonding for the procurement of
    capital construction projects. Bidders shall provide a bond
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    or other form of guarantee satisfactory to the state of
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    Wyoming as hereafter provided:
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                   (C) Before any contract exceeding fifty
    thousand dollars ($50,000.00) in amount, for the
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    construction, alteration or repair of any public building or
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    public work or improvement of the state for a capital
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    construction project is awarded to any person, the person
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    shall furnish to the state a performance and payment bond
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    executed by a surety company authorized to do business in the
    state of Wyoming or other form of surety satisfactory to the
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state, in an amount equal to one hundred percent (100%) of

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1 the contract price guarantee in accordance with the standards 2 and monetary limits provided in W.S. 16-6-112; 3 4 15-1-113. Contracts for public improvements. 5 6 (d) Every contract shall be executed by the mayor or in his absence or disability, by the president or other presiding 7 8 officer of the governing body and by the clerk or designee of 9 the governing body. The successful bidder or respondent shall 10 furnish to the city, town or joint powers board a bond as 11 specified in the advertisement, or if the contract price is 12 one hundred fifty thousand dollars (\$150,000.00) or less, any 13 other form of financial guarantee satisfactory to the city, town or joint powers board. The bond or other form of 14 15 financial guarantee shall meet the requirements of or other 16 form of quarantee in accordance with W.S. 16-6-112. 17 18 (e) Before advertising for a bid for any work on the 19 construction of any public improvements and except 20 provided under W.S. 16-6-707 for alternate design and 21 construction delivery methods, detailed plans and

specifications shall be prepared, together with an estimate

of the probable cost and a form of the proposed contract.

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1 Except as provided under W.S. 16-6-701 through 16-6-706, no 2 contract may provide for the monthly retention of more than 3 ten percent (10%) of the contract price on the amount of work 4 done during the month, as shown by the estimate of the city 5 or town engineer or designated local official. A city, town or joint powers board may withhold a percentage of the 6 calculated value of any work completed as retainage in 7 8 accordance with W.S. 16-6-702(b). No progress payment may be made until the city or town engineer or designated local 9 10 official has furnished the estimate, together with a 11 certificate that the amount of work estimated to have been 12 done conforms in all material respects with the requirements 13 of the contract. A joint powers board may designate an official of any member city or town to perform the functions 14 15 required by this subsection.

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(h) Before any contractor or his representative receives a final payment on any contract for which a bond or other financial guarantee is required, The city, town or joint powers board shall publish in a newspaper of general circulation in the city or town, or in the case of a joint powers board in any member city or town, at least ten (10) days prior to the final payment, a notice to the effect that

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    persons having claims for labor and material furnished the
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    contractor shall present them to the city, town or joint
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    powers board prior to the date specified for payment <u>issue</u>
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    payments to contractors in accordance with W.S. 16-6-116(a).
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 6
         16-6-101. Definitions.
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         (a) As used in this act:
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             (vi) "Laborer" means as defined in W.S.
    16-6-202(a)(i);
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12
             (vii) "Materialman" means as defined in W.S.
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    29-1-201(a)(ix);
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             (viii) "Public entity" means the state of Wyoming,
    any state office, board, council, commission, separate
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    operating agency, department, institution or other
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    instrumentality or operating unit of the state, including the
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    University of Wyoming, any political subdivision of the
    state, any county, city, town, school district, community
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    college district or any public corporation of the state;
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              (ix) "Public work" includes alteration,
    construction, demolition, enlargement, improvement, major
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 3
    maintenance, reconstruction, renovation and repair of any
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    highway, public building, public facility, public monument,
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    public structure or public system;
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 7
              (x) "State procurement website" means a website
    established and maintained by the state that the state
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    construction department designates to host information and
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10
    notices related to procurement for public works;
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12
              (xi) "Substantial completion" or "substantially
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    complete" means the public entity has determined that the
    construction of the public work or designated portion thereof
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    is sufficiently complete in accordance with the contract and
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    associated documents so that the work may be occupied or
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    utilized for its intended purposes;
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              \frac{(vi)(xii)}{(xii)} "This act" means W.S. 16-6-101 through
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    16-6-121.
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1 16-6-102. Resident contractors; preference limitation

2 with reference to lowest bid or qualified response;

3 decertification; denial of application for residency.

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6 thereof, or any county, city, town, school district,
7 community college district or other public corporation of the

(a) If a contract is let by the state, any department

8 state for the construction, major maintenance or renovation

9 of any public building, or other public structure, or for

10 making any addition thereto, or for any public work or

11 improvements a public entity for a public work, the contract

12 shall be let, if advertisement for bids or request for

13 proposal is not required, to a resident of the state. If

14 advertisement for bids is required, the contract shall be let

15 to the responsible certified resident making the lowest bid

16 if the certified resident's bid is not more than five percent

17 (5%) higher than that of the lowest responsible nonresident

18 bidder.

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20 16-6-105. Preference for Wyoming materials and Wyoming 21 agricultural products required in public purchases;

exception; cost differential; definition.

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         (a) A five percent (5%) materials preference for
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    Wyoming materials shall be applied in public purchases,
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    subject to the following:
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              (i) The preference requirement shall apply to + all
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    public entities;
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              (ii) As used in this section, "materials" means
    supplies, material, agricultural products, equipment,
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10
    machinery and provisions to be used in the construction, major
11
    maintenance, renovation, a public work, including the regular
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    maintenance and upkeep of public institutions a public work;
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         16-6-106. Statement of Wyoming materials preference in
15
    requests for bids and proposals.
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    All requests by a public entity for bids and proposals for
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    materials, supplies, agricultural products, equipment,
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    machinery and provisions for the construction, major
    maintenance and renovation of every state, county, municipal,
20
    community college district or school district institution
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    public works shall contain the words "preference is hereby
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    given to materials, supplies, agricultural products,
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- 1 equipment, machinery and provisions produced, manufactured or
- 2 grown in Wyoming, or supplied by a resident of the state,
- 3 quality being equal to articles offered by the competitors
- 4 outside of the state".

- 6 16-6-107. Wyoming materials preference required in
- 7 public works; exception.

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- 9 All public buildings, courthouses, public school buildings,
- 10 public monuments and other public structures constructed
- 11 public works in this state shall be constructed and maintained
- 12 using materials produced or manufactured in Wyoming for
- 13 construction, major maintenance and renovation projects if
- 14 Wyoming materials are suitable and can be furnished in
- 15 marketable quantities. Preference shall not be granted for
- 16 materials of an inferior quality to those offered by
- 17 competitors outside of the state, but a differential of five
- 18 percent (5%) shall be allowed in cost of materials produced
- 19 or manufactured in Wyoming.

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21 16-6-110. Limitation on work hours; overtime;

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22 exceptions.

1 No person shall require laborers, workmen or (a) 2 mechanics to work more than eight (8) hours in any one (1) 3 calendar day or forty (40) hours in any one (1) week upon any 4 public works of the state or any of its political subdivisions 5 a public entity except as hereafter authorized. An employee 6 A laborer, workman or mechanic may agree to work more than eight (8) hours per day or more than forty (40) hours in any 7 week, provided the employee laborer, workman or mechanic 8 9 shall be paid at the rate of one and one-half (1 1/2) times 10 the regularly established hourly rate for all work in excess of forty (40) hours in any one (1) week. This section does 11 12 not apply:

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16-6-112. Contractor's performance and payment bond or other guarantee; when required; conditions; amount; approval; filing; enforcement upon default.

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(a) Except as provided under W.S. 9-2-3004(c)(iv), Any contract entered into with the state, any county, city, town, school district or other political subdivision of the state for the construction, major maintenance or renovation of any public building or other public structure or for any public work or improvement and a public entity for a public work

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where the contract price exceeds fifty thousand dollars 1 (\$50,000.00) one hundred fifty thousand dollars 2 3 (\$150,000.00), shall require any contractor before beginning 4 work under the contract to furnish the state or any political subdivision, as appropriate, public entity a bond. or If the 5 contract price is one hundred fifty thousand dollars 6 (\$150,000.00) or less, the public entity may require the 7 8 contractor to furnish any other form of guarantee approved by 9 the state or the political subdivision public entity. 10 bond or other form of guarantee shall be: 11 12 (i) Conditioned Available and with such conditions 13 that allow for the payment of all taxes, excises, licenses, 14 assessments, contributions, penalties and interest lawfully due the state or any political subdivision; 15 16 17 (ii) For the use and benefit of any person performing any work or labor or furnishing any material or 18 19 goods of any kind which were used in the execution of the 20 contract, conditioned for the performance and completion of

the contract according to its terms, compliance with all the

requirements of law and payment as due of all just claims for

work or labor performed, material and materials furnished and

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1 taxes, excises, licenses, assessments, contributions, 2 penalties and interest accrued in the execution of the 3 contract; 4 (iii) In an amount not less than fifty percent 5 (50%) one hundred percent (100%) of the contract price unless 6 7 the price exceeds is one hundred fifty thousand dollars 8 (\$150,000.00) or less, in which case the appropriate officer, agent or the governing body public entity may fix a sufficient 9 10 amount; 11 12 (iv) Approved by and filed with the appropriate officer, agent, governing body or other designee of the state 13 or governing body of the political subdivision public entity. 14 15 16 A bond or other guarantee satisfactory to the state 17 or political subdivision, as the case may be, public entity 18 shall include the obligations specified under subsection (a) 19 of this section even though not expressly written into the 20 guarantee. 21

1 16-6-113. Contractor's performance and payment bond or

2 other guarantee; right of action; notice to obligee;

3 intervention by interested parties; pro rata distribution.

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5 Any person entitled to the protection of a bond or other form

6 of guarantee approved by the state or any political

7 subdivision a public entity under W.S. 16-6-112, may maintain

8 an action for the amount due him. He shall notify the obligee

9 named in the bond or other guarantee of the beginning of the

10 action, giving the names of the parties, describing the

11 guarantee and stating the amount and nature of his claim. No

12 judgment shall be entered in the action within thirty (30)

13 days after the giving of the notice. The obligee or any person

14 having a cause of action may on his motion, be admitted as a

15 party to the action. The court shall determine the rights of

16 all parties to the action. If the amount realized on the bond

17 or other guarantee is insufficient to discharge all claims in

18 full, the amount shall be distributed among the parties pro

19 rata.

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21 16-6-114. Contractor's performance and payment bond or

22 other guarantee; requiring new or additional bond or other

23 guarantee; failure to furnish.

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If in its judgment any of the sureties on a bond or other 3 form of guarantee approved by the state or any political 4 subdivision public entity under W.S. 16-6-112 are insolvent or for any cause are no longer proper or sufficient sureties, 5 the obligee may within ten (10) days require the contractor 6 to furnish a new or additional bond or other approved 7 guarantee. If ordered by the obligee, all work on the contract 8

9 shall cease until a new or additional bond or other quarantee

10 is furnished. If the quarantee is not furnished within ten

(10) days, the oblique may at its option determine terminate 11

12 the contract and complete the contract as the agent and at

13 the expense of the contractor and his sureties.

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15 16-6-115. Contractor's performance and payment bond or 16 other guarantee; limitation of actions.

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No action shall be maintained on any bond or other form of 18 19 guarantee satisfactory to the state or any political 20 subdivision public entity under W.S. 16-6-112 unless 21 commenced within one (1) year after the date of first publication of notice of final payment of the contract final 22

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completion of the public work as provided in W.S.
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    16-6-116(a)(iv).
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         16-6-116. Payment to contractor; substantial
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    completion; final completion; required notices.
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        (a) When any public work is let by contract, the
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    commission, board or person public entity under whose
    direction or supervision the work is being carried on and
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    conducted and upon whose approval intermediate and final
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    estimates are paid for the construction of the work, forty
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    (40) days before the final estimate is paid, shall:
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             (i) Issue a certificate of substantial completion
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    after determination that the public work, or designated
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    portion thereof the public entity agrees to accept
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    separately, is substantially complete;
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             (ii) Upon issuance of a certificate of substantial
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    completion, cause notice to be published in a newspaper of
    general circulation, published nearest the point at which the
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    work is being carried on, once a week for three (3)
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    consecutive weeks, and also to post in three (3) conspicuous
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1 places on the work, a notice setting posted on the state 2 procurement website or the public entity's official website. 3 The notice shall set forth in substance, that the commission, 4 board or person public entity has accepted the work, or designated portion thereof, as completed substantially 5 complete according to the plans and specifications and rules 6 7 set forth in the contract between the commission, board or 8 person and the contractor, contract and associated documents and that the **general** contractor is entitled to **final** 9 settlement therefor . The notice shall also set forth that 10 11 payment as provided in paragraph (iii) of this subsection 12 upon the 41st day (and the notice shall specify the exact date) after the first publication of the notice was first 13 posted. If the contract provides for multiple substantial 14 completions, this paragraph shall apply to each substantial 15 16 completion designated in the contract;

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(iii) Upon the 41st day after the notice required under paragraph (ii) of this subsection was first posted, the commission, board or person public entity under whose direction or supervision the work has been carried on will shall pay to the general contractor the full any payment retained by the public entity under W.S. 16-6-702(b) together

1 <u>with any other</u> amount due under the contract, <u>less any amount</u>

2 <u>withheld for the portion of the public work that is incomplete</u>

3 or not completed in accordance with the contract and

4 <u>associated documents;</u>

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(iv) Issue a certificate of final completion after
determination that the contract is fully performed and all
portions of the public work are acceptable under the contract

9 <u>and associated documents. Any amounts withheld under</u>

10 paragraph (iii) of this subsection for the portion of the

11 public work that was determined incomplete or not in

12 accordance with the contract and associated documents and due

13 <u>under the contract shall be paid to the general contractor.</u>

14 The public entity shall post the date of final completion for

15 the public work on the state procurement website or the public

16 <u>entity's official website.</u>

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(b) This section does not relieve the general contractor and the sureties on his bond from any claims for work or labor done or materials or supplies furnished in the execution of the contract.

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1 (c) The public entity shall provide written notice of 2 the requirements of this section in the project 3 specifications. 4 5 16-6-117. Payment to contractor; prerequisite filing of contractor's statement of payment; disputed claims. 6 7 In all formal contracts entered into by any person with the 8 9 state, or any department or commission thereof, or with any 10 county, city, town, school district, high school district, or 11 other public corporation of this state, a public entity for 12 the construction of any public building, or the prosecution 13 and completion of any public work, or for repairs upon any 14 public building or a public work, no final payment payments 15 under W.S. 16-6-116(a) shall be made until the person files 16 with the officer, department or commission of the state, or 17 with the clerk of the county, city, town or school district, or with a similar officer of any other public corporation by 18 19 public entity with which the contract has been made, a sworn 20 statement setting forth that all claims for material, 21 supplies and labor performed under the contract have been and are paid for the entire period of time for which the final 22 23 payment is to be made. If any claim for material, and supplies

or labor is disputed the sworn statement shall so state, and 1 2 the amount claimed to be due the laborer shall subcontractor 3 or materialmen may be deducted from the final payment and 4 retained by the state, county, city, town or school district 5 authority or public corporation until the determination of 6 the dispute, either by judicial action or consent of the 7 parties, and then paid by the agent or agency to the persons found entitled thereto. filed by the claimant as a claim 8 9 against the general contractor's surety bond. Payment to the 10 general contractor under W.S. 16-6-116(a) shall be paid without regard to any pending claims against the general 11 12 contractor's surety bond unless the public entity has actual 13 knowledge that the surety bond is deficient to settle known 14 present claims, in which case an amount equal to the disputed claims may be withheld. 15

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16-6-118. Unlawful interest of officeholders in public contracts or works; exception.

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(b) Notwithstanding subsection (a) of this section, an act shall not be unlawful under this section if any person who is interested in any public contract or shall represent who represents any person, company or corporation, but shall

1 disclose interested in any public contract discloses the 2 nature and extent thereof to all the contracting parties 3 concerned therewith, and shall absent absents himself during 4 the considerations and vote thereon, and does not attempt to 5 influence any of the contracting parties and does not act 6 directly or indirectly for the governing body public entity in the inspection, operation, administration or performance 7 8 of any contract., then the acts are not unlawful under this section. This section does not apply as to the operation, 9 10 administration, inspection or performance of banking and deposit contracts and relationships after the selection of a 11 12 depository.

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14 16-6-119. Contracts for public works; right to reject
15 bids or responses; qualifications of bidders and respondents.

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Every state agency , board, commission, department, or institution public entity shall be authorized to determine the qualifications and responsibilities of bidders or respondents on contracts for the construction, major maintenance or renovation of a public project, facility or structure using standard forms and procedures adopted by the department of administration and information, public works

- 1 and may recommend that the department of administration and
- 2 information reject any or all bids or responses based on the
- 3 qualifications and responsibilities of bidders and
- 4 respondents and readvertise for bids or responses.

- 6 16-6-121. Notice required to receive protection under
- 7 a bond or guarantee; limitation; notice required by owner in
- 8 project specifications.

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- 10 (a) Any subcontractor or materialman entitled to the
- 11 protection of a bond or other form of guarantee approved by
- 12 the state or any political subdivision a public entity under
- 13 W.S. 16-6-112 shall give notice of his right to that
- 14 protection to the prime general contractor. Failure to give
- 15 notice to a prime general contractor who has complied with
- 16 subsections (f) and (q) of this section waives the
- 17 subcontractor or materialman's protection under the bond or
- 18 guarantee. and waives any right to a lien for materials or
- 19 services provided.

- 21 (c) The notice shall be sent to the prime general
- 22 contractor by certified mail, electronic means or delivered
- 23 to and receipted by the prime general contractor or his agent.

1 Notice by certified mail or electronic means is effective on 2 the date the notice is mailed or sent electronically. 3 4 (e) This section shall only apply where the prime 5 general contractor's contract is for fifty thousand dollars (\$50,000.00) or more an amount exceeding one hundred fifty 6 thousand dollars (\$150,000.00). 7 8 9 (f) The prime general contractor shall post on the 10 construction site a prominent sign citing this section and 11 stating that any subcontractor or materialman shall give 12 notice to the prime general contractor of a right to protection under the bond or guarantee and that failure to 13 provide the notice shall waive the subcontractor or 14 15 materialman's protection under the bond or quarantee. — and 16 shall waive any right to a lien for materials or services 17 provided.

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19 16-6-202. Definitions.

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21 (a) As used in this act:

1 (iv) "Public work" means as described in W.S. 2 16-6-101(a)(ix); 3 4 $\frac{\text{(iv)}(v)}{v}$ "This act" means W.S. 16-6-201 through 5 16-6-206. 6 7 16-6-203. Required resident labor on public works projects; exception. 8 9 10 (a) Every person who is charged with the duty of construction, reconstructing, improving, enlarging, altering 11 or repairing any public works project or improvement for the 12 13 state or any political subdivision, municipal corporation, or 14 other governmental unit, responsible for a public work shall 15 employ only Wyoming laborers on the project or improvement 16 public work. Every contract for a public work let by any 17 person shall contain a provision requiring that Wyoming labor be used except other laborers may be used when Wyoming 18 19 laborers are not available for the employment from within the 20 state or are not qualified to perform the work involved. The contract shall contain a provision requiring specific 21 acknowledgement of the requirements of this section. A person 22

1 required to employ Wyoming laborers may employ other than 2 Wyoming laborers if: 3 4 16-6-205. Enforcement. 5 (b) Along with each application for payment for a 6 7 contract subject to this act, If requested in writing by the 8 department of workforce services or contracting entity, the 9 general contractor shall provide to the department or 10 contracting entity a payroll report for the period requested for all contractors and subcontractors involved in the 11 12 project in a form that is consistent with federally certified reporting requirements and includes residency status for each 13 14 laborer. 15 16 16-6-701. Definitions. 17 (a) As used in this act: 18 19 20 (ii) "Contractor" means any person who is a party 21 to a contract with a public entity to construct, renovate or perform major maintenance of any highway, public building, 22

public work or public improvement, structure or system for a 1 2 public work; 3 4 (iii) "Public entity" means this state or a county, city, town or any political subdivision thereof as 5 6 <u>defined in W.S. 16-6-101(a)(viii);</u> 7 8 (v) "Alternate design and construction delivery 9 the delivery method described by any method" means 10 qualifications based procurement of design and construction services, including all procedures, actions, events, 11 12 contractual relationships, obligations and forms of agreement 13 for the successful completion of the design and construction, 14 major maintenance or renovation of any public building, work, improvement, facility, structure or system other than by 15 16 design, bid and build. Alternate design and construction delivery methods available to a public entity include 17 construction manager agent, construction manager at risk or 18 19 design-builder; 20 21 (vi) "Construction manager agent" means a type of 22 construction management delivery where the professional 23 service is procured under existing statutes for professional

1 services. The construction manager agent is a construction

2 consultant providing administrative and management services

3 to the public entity throughout the design and construction

4 phases of a project public work. Under this delivery method,

5 the construction manager agent is not the contracting agent

6 and is not responsible for purchase orders;

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8 "Construction manager at-risk" means a type 9 of construction management delivery in which the construction 10 manager at-risk is an advocate for the public entity as determined by the contracts throughout the preconstruction 11 12 phase of a project. In the construction phase of a project 13 public work, the construction manager at-risk is responsible for all project subcontracts and purchase orders and may 14 conduct all or a portion of the construction project public 15 16 work. Under this delivery method, the construction manager at-risk is responsible for providing a guaranteed maximum 17 price for the project public work to the public entity prior 18 19 to commencing the construction project public work and the 20 construction manager at-risk shall be required to bond any 21 project with a guaranteed maximum price in excess of two 22 hundred fifty thousand dollars (\$250,000.00) in accordance with W.S. 16-6-112; 23

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(ix) "Design-build" means a type of construction 2 3 delivery method in which there is a single contract between 4 the public entity and a design-builder who furnishes 5 architectural, engineering and other related design services as required for the public project work, as well as labor, 6 materials and other construction services necessary to 7 8 construct the project for the public work. A design-builder 9 may be selected by the public entity based on evaluation of 10 responses to a request for qualifications, fixed scope 11 request for proposal or fixed price request for proposal. The 12 following shall apply:

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(A) A design-builder may be selected based solely on a response to a request for qualification for projects-public works with an estimated construction cost of five hundred thousand dollars (\$500,000.00) or less provided there are not less than two (2) respondents;

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20 (B) Responses to a fixed scope request for 21 proposal or a fixed price request for proposal shall be used 22 as the bases for selection for a project public work with an

1 estimated construction cost of more than five hundred

2 thousand dollars (\$500,000.00);

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4 (D) The respondent chosen by evaluation to provide the best overall value for the project public work 5 shall be selected in response to a fixed scope request for 6 proposal or a fixed price request for proposal. The best 7 8 overall value shall be determined based on criteria set forth 9 by the public entity letting the project public work and may 10 include, but is not limited to, qualifications, price, 11 quality of materials and products, past experience and

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schedule;

response for a fixed scope request for proposal or fixed price request for proposal may be compensated at the discretion of the public entity based upon a percentage of the price of the project public work as proposed by the successful respondent in the respondent's original proposal. Any compensation provided pursuant to this subparagraph shall be clearly specified in the request for proposal.

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1 (xi) "Fixed price request for proposal" means a 2 request for an oral and written presentation of all 3 qualifications deemed pertinent to the project public work by 4 the public entity in addition to a schematic design and 5 detailed description of all materials and products proposed to accommodate a preliminary project program prepared by the 6 public entity and provided in the fixed price request for 7 8 The successful respondent shall construct the proposal. 9 project public work described in their design and material 10 and product description for a fixed price prepared by the public entity and provided in the fixed price request for 11 12 proposal. The final quaranteed maximum price and scope for the project public work may be altered from the request for 13 proposal and negotiated with the successful respondent at the 14 15 discretion of the public entity;

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(xii) "Fixed scope request for proposal" means a request for an oral and written presentation of all qualifications deemed pertinent to the project public work by the public entity in addition to a guaranteed maximum price for a preliminary design prepared by the design builder incorporating all elements of a fixed scope for the project public work prepared by the public entity and provided in the

1 fixed scope request for proposal. The final guaranteed 2 maximum price and scope for the project public work may be 3 altered from the request for proposal and negotiated with the 4 successful respondent at the discretion of the public entity; 5 (xiii) "Request for qualification" means a request 6 for an oral or written presentation of all qualifications 7 8 deemed pertinent to the project public work by the public 9 entity. The request for qualification shall include not less 10 than all the provisions contained in W.S. 16-6-707(b); 11 12 (xiv) "Public work" means as described in W.S. 13 16-6-101(a)(ix). 14 15 16-6-702. Public entity; contracts; partial payments; 16 retainage; alternate delivery methods authorized. 17 (a) Notwithstanding W.S. 15-1-113(e), A public entity 18 19 awarding a contract for the construction, major maintenance 20 or renovation of any highway, public building, a public work or public improvement, structure or system shall authorize 21 partial payments of the amount due under the contract as 22

stipulated in the contract document or as soon thereafter as

1 practicable, to the contractor if the contractor is

2 satisfactorily performing the contract.

3

4 (b) In all contracts with a public entity for a public work, the public entity may retain no more than ten percent 5 (10%) five percent (5%) of the calculated value of any work 6 completed shall be withheld until fifty percent (50%) of the 7 8 work required by the contract has been performed. Thereafter, 9 the public entity may pay any of the remaining installments 10 without retaining additional funds if, in the opinion of the 11 public entity, satisfactory progress is being made in the 12 work but under no condition shall more than ten percent (10%) be withheld on the remaining fifty percent (50%) of the work 13 required as retainage. The retained payment shall be due and 14 payable as prescribed by W.S. 16-6-116(a). The withheld 15 16 percentage of the contract price of the work, major 17 maintenance, renovation or construction shall be retained 18 payment shall be held in an account in the name of the 19 contractor which account has been assigned to the public 20 entity. until the contract is completed satisfactorily and 21 finally accepted by the public entity. If the public entity finds that satisfactory progress is being made in all phases 22 of the contract it may, upon written request by the 23

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- 1 contractor, authorize payment from the withheld percentage.
- 2 Before the payment is made, the public entity shall determine
- 3 that satisfactory and substantial reasons exist for the
- 4 payment and shall require written approval from any surety
- 5 furnishing bonds for the contract work.

- 7 (b)(c) Alternate design and construction delivery
- 8 methods may be used by a public entity to design, construct,
- 9 renovate or perform major maintenance of a public works
- 10 projects for a public work.

11

- 12 16-6-703. Public work; completion by public entity;
- 13 partial payments.

- 15 If it becomes necessary for a public entity to take over the
- 16 completion of any contract public work, all of the amounts
- 17 owing the contractor, including the withheld percentage any
- 18 payment retained under W.S. 16-6-702(b), shall first be
- 19 applied toward the cost of completion of the contract public
- 20 <u>work</u>. Any balance <u>remaining in of</u> the retained <u>percentage</u>
- 21 <u>payment remaining</u> after completion <u>of the public work</u> by the
- 22 public entity shall be payable to the contractor or the
- 23 contractor's creditors. The retained percentage payment

- 1 which may be due any contractor shall be due and payable as
- 2 prescribed by W.S. $\frac{16-6-116}{16-6-116(a)}$.

4 16-6-704. Interest bearing deposit agreement; option to 5 enter into.

6

- 7 <u>If requested by the general contractor, a public entity shall</u>
- 8 enter into an interest bearing deposit agreement with any
- 9 depository designated by the **general** contractor, after notice
- 10 to the surety, to provide an agent for the custodial care and
- 11 servicing of any deposits placed with him pursuant to this
- 12 act on any contract of more than twenty-five thousand dollars
- (\$25,000.00) fifty thousand dollars (\$50,000.00). The
- 14 services shall include the safekeeping of the obligations and
- 15 the rendering of all services required to effectuate the
- 16 purposes of this act.

17

- 18 **16-6-708.** Responsibilities under alternative delivery
- 19 contracts.

- 21 (a) Any construction manager agent, construction
- 22 manager at risk or design-builder contract awarded shall
- 23 comply with any reporting and administrative requirements as

- 1 required by the public entity of the recipient of a design,
- 2 bid and build contract, including retainage retained
- 3 payments, payment and performance bonding and default of
- 4 contract.

5

- 6 16-6-1001. Capital construction projects restrictions;
- 7 preference requirements; waivers.

8

- 9 (a) Unless otherwise prohibited by federal law, any
- 10 funds appropriated to or authorized for expenditure by a
- 11 public entity for capital construction projects shall be
- 12 subject to the restrictions of this section which shall be
- 13 construed where possible as complimentary and consistent with
- 14 other statutory requirements relating to competitive bidding
- 15 and contractor preferences. To the extent the restrictions
- 16 in this section are inconsistent with other state statutes,
- 17 this section shall supersede all such inconsistent provisions
- 18 and shall govern. This section shall be applied as follows:

19

- 20 (ii) Unless exempted pursuant to subparagraph (D)
- 21 of this paragraph, this paragraph shall apply to all
- 22 construction delivery methods:

1 (A) The procurement of furniture and movable 2 equipment shall be done by competitive bid based upon:

3

4 (II) Ιf specified products are 5 available from any Wyoming resident supplier, specifications addressing performance standards and functional requirements 6 determined by the agency public entity. The agency public 7 8 entity specify suggested individual may brands or 9 manufacturers, provided that similar products that meet or 10 exceed specifications shall be accepted as substitute 11 products. Specified products that are not available to any 12 responsible Wyoming resident suppliers shall not be used in any group or package within the bid documents which would 13 exclude responsible Wyoming resident 14 suppliers from 15 submitting a bid on the final bid package. As used in this 16 subdivision, "agency" means any department, agency or other 17 instrumentality of the state or of a political subdivision of the state to which funds are appropriated or authorized for 18 19 expenditure for capital construction projects and includes 20 any entity that the agency contracts with to administer or 21 award any bid.

1 (B) No person who was employed by the agency
2 public entity to prepare the bid documents, whether with or
3 without compensation, shall be eligible to bid on the final
4 bid package;
5
6 (C) A five percent (5%) preference shall be
7 granted to responsible Wyoming resident suppliers for

procurements by public entities subject to this paragraph and

that are used in and incorporated into a public capital

construction project;

(iv) Contractor progress payments shall be made only in accordance with this paragraph. If a contracting public entity determines that a general contractor in good standing on a project requires a progress payment due for work completed in a workmanlike manner in order to pay a materialman, subcontractor or laborer for their work performed to date, the entity may issue the progress payment upon verification that all materialmen, subcontractors and laborers have been paid for completed work through the date of the most recent previous progress payment, less any contracted amounts lawfully held for retainage. If a progress payment has been withheld by a general contractor due to a

1	reasonable dispute between a general contractor and a
2	materialman, subcontractor or laborer, further progress
3	payments shall not be paid to the general contractor but shall
4	be retained in accordance with the guidelines addressing
5	disputed final payments the claimant may present a claim in
6	the disputed amount against the prime contractor's surety
7	bond under the provisions of W.S. 16-6-117. A person
8	submitting false information regarding a progress payment
9	subject to this paragraph shall be subject to the provisions
10	of W.S. 16-6-120.
11	
12	(f) As used in this section:
13	
14	(i) "Capital construction project" means new
15	construction, demolition, renovation and capital renewal of
16	or to any public building or facility and any other public
17	improvement necessary for the public building or facility,
18	major maintenance as defined in W.S. 16-6-101(a)(v) and major
19	building and facility repair and replacement as defined in
20	W.S. 21-15-109(a)(iii);
21	
22	(ii) "Public entity" means as defined in W.S.
23	16-6-101(a)(viii).

2 **Section 2.** W.S. 16-6-105(a)(i)(A) through (C),

3 16-6-701(a)(iv) and 16-6-1001(b) through (d) are repealed.

4

5 **Section 3.** This act shall apply only to procurement

6 initiated and contracts executed on or after the effective

7 date of this act.

8

9 Section 4. This act is effective July 1, 2020.

10

11 (END)