STATE OF WYOMING

## SENATE FILE NO. SF0006

Public works contracting requirements-amendments. Sponsored by: Joint Judiciary Interim Committee

## A BILL

## for

1 AN ACT relating to public works; requiring the adoption of 2 prequalification requirements; allowing the use of 3 equivalent materials or equipment as specified; amending 4 qualification requirements; prohibiting unbalanced unit bid 5 prices; requiring rulemaking; making conforming amendments; 6 and providing for effective dates.

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

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Section 1. W.S. 9-2-3004(c) by creating a new paragraph (x), 9-2-3006(e)(intro), 15-1-113 by creating a new subsection (t), 16-6-107, 16-6-119, 16-6-120(a), 21-3-110(a)(viii), 24-1-132(f) and 41-10-113(a)(xi) are amended to read:

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16 9-2-3004. Duties of the department.

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1 2 (c) The department shall: 3 4 (x) Adopt rules for the prequalification of 5 bidders on contracts for public works as provided in W.S. <u>16-6-119(b)</u>, excluding those public works under the 6 jurisdiction of the state transportation commission 7 8 pursuant to W.S. 24-2-108(a). 9 10 9-2-3006. Procurement for capital construction 11 projects. 12 13 (e) Except as otherwise provided in W.S. 16-6-119, each agency and the University of Wyoming are authorized to 14 15 determine the qualifications and responsibilities of 16 bidders or respondents for capital construction projects 17 but shall reject any bid with improper or missing 18 signatures or bids that lack legible numerical values. 19 Except as otherwise provided in W.S. 16-6-119, each agency 20 and the university may: 21 15-1-113. Contracts for public improvements. 22 23

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1 (t) The provisions of W.S. 16-6-119 that are applicable to this section and that conflict with the 2 3 provisions of this section shall control over this section. 4 16-6-107. Wyoming materials preference required 5 in public works; exception; other materials requirements. 6 7 8 (a) All public works in this shall state be 9 constructed and maintained using materials produced or manufactured in Wyoming if Wyoming materials are suitable 10 11 and can be furnished in marketable quantities. Preference 12 shall not be granted for materials of an inferior quality to those offered by competitors outside of the state, but a 13 differential of five percent (5%) shall be allowed in cost 14 15 of materials produced or manufactured in Wyoming. 16 17 (b) Each public entity shall specify reasonable performance standards for materials and equipment used in 18 19 the construction of a public work. The public entity may 20 specify suggested individual brands or manufacturers, provided that similar materials or equipment that meet or 21 exceed specifications shall be accepted as a substitute 22 23 <u>unless:</u>

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1 2 (i) The contracted project is for an existing 3 public work; 4 (ii) Substitution of materials or equipment is 5 б unworkable; and 7 8 (iii) The specified materials and equipment to be procured are not furniture or movable equipment not 9 10 available from a Wyoming resident supplier as provided in W.S. 16-6-1001(a)(ii)(A)(II). 11 12 16-6-119. Contracts for public works; right to reject 13 14 bids or responses; qualifications of bidders and 15 respondents. 16 17 (a) Except as otherwise specified in this section, every public entity shall be authorized to determine the 18 19 qualifications and responsibilities of bidders or 20 respondents on contracts for public works and may reject any or all bids or responses for which it solicits based on 21 the qualifications and responsibilities of bidders and 22 respondents and readvertise for bids or responses. A public 23

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1	entity that accepts a bid that is not the lowest bid for a
2	public work shall provide a report in writing to the state
3	construction department or to the state transportation
4	commission, whichever is applicable to the public work.
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6	(b) Except for specialty project requirements as
7	determined by rule of the state transportation commission
8	or the state construction department, each public entity
9	shall accept a bidder or respondent as prequalified for a
10	contract for a public work if the bidder or respondent has
11	been determined to be prequalified for the type of work
12	pursuant to rules promulgated by the state transportation
13	commission pursuant to W.S. 24-2-108(a) or the state
14	construction department pursuant to $W.S. 9-2-3004(c)(x)$ ,
15	whichever is applicable to the public work.
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17	<u>(c) No public entity shall reject a bidder or</u>
18	respondent based solely on the financial strength of the
19	bidder or respondent so long as the bidder or respondent

20 provides sufficient bid, payment or performance bonds

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- 21 through a surety company approved by the public entity.
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1	(d) No public entity shall accept a bid if it
2	determines that any of the unit bid prices are
3	significantly unbalanced to the potential detriment of the
4	public entity. Successful bidders shall ensure that any
5	schedule of values that is required to be submitted for the
6	project contains similar cost values for similar work.
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8	16-6-120. Rulemaking; penalties; enforcement.
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10	(a) The department of workforce services shall
11	promulgate rules and regulations as the department
12	determines necessary or convenient to enforce this act
13	except no rules shall be promulgated under this section for
14	the prequalification requirements in W.S. 16-6-119(b).
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16	21-3-110. Duties of boards of trustees.
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18	(a) The board of trustees in each school district
19	shall:
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21	(viii) Obtain competitive bids when any purchase
22	of insurance, supplies or materials other than textbooks
23	costing more than twenty-five thousand dollars (\$25,000.00)

1 less than fifty thousand dollars (\$50,000.00) and is 2 contemplated unless precluded by other regulation or 3 statute. If the amount of the purchase of insurance, 4 supplies or materials other than textbooks is equal to or exceeds fifty thousand dollars (\$50,000.00), a call for 5 bids shall be published at least once in a newspaper of 6 general circulation in the district and on the state 7 8 procurement website, as defined in W.S. 9-2-3001(b)(vii). 9 For any contract for a capital construction project with an 10 estimated value in excess of fifty thousand dollars 11 (\$50,000.00), the board shall publish a call for bids in a 12 newspaper of general circulation in the district at least once each week for two (2) consecutive weeks. All contract 13 capital construction projects 14 shall be let for in 15 accordance with W.S. 9-2-3004 and 9-2-3006 except as provided in this paragraph. Except as otherwise provided in 16 17 W.S. 16-6-119, the district shall reserve the right to reject any and all bids and to waive irregularities and 18 19 informalities bid, defined in in any as W.S. 20 9-2-3001(b)(v). No contract shall be divided for the 21 purpose of avoiding this paragraph. Items for which bids must be obtained may be described in the published call for 22 bids by stating general requirements and making detailed 23

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1 specifications available to prospective bidders at the 2 district's administrative headquarters;

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4 24-1-132. Contracts for county, city and town bridge
5 work; bids; exception.

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7 (f) The board of county commissioners, or governing 8 body of the city or town shall award any contract to the 9 lowest responsible bidder. Except as otherwise provided in 10 W.S. 16-6-119, the county commissioners or governing body reserves the right to reject any bid and to 11 waive 12 irregularities and informalities in the bidding. No final payment upon any contract shall be made until the bridge is 13 14 examined and approved by the professional engineer 15 supervising the construction of the bridge and the payment 16 is approved by the county commissioners or governing body 17 of the city or town or their designees. Within ninety (90) days of the bridge being opened to traffic the board of 18 19 county commissioners or governing body of the city or town 20 shall notify and provide the design, plans, specifications 21 and load rating for the bridge to the chief engineer of the 22 department of transportation so that the department may 23 comply with national bridge inspection standards.

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STATE OF WYOMING

1 2 41-10-113. Powers of district board. 3 4 (a) For and on behalf of the district the board of any district shall have the following powers: 5 б 7 (xi) Except as otherwise provided in this act, 8 to enter into contracts and agreements affecting the 9 affairs of the district, including but not limited to 10 contracts with the United States of America and any of its agencies or instrumentalities, and contracts with 11 any 12 municipality or district for the operation of a common or 13 jointly owned project. Any improvement or improvements of any nature made in any district where the entire cost, 14 value or amount of such work including labor and materials 15 16 shall exceed thirty thousand dollars (\$30,000.00), except 17 such work done by employees of the district with supplies and materials purchased by it as hereinafter provided or 18 19 except by labor or supplies and materials, or all of such, 20 supplied under agreement with the United States of America, 21 the state of Wyoming, or any federal or state agency, 22 instrumentality or corporation, or other political 23 subdivision, shall be done only under independent contract

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1 entered into by the district with the to be lowest 2 responsible bidder submitting the lowest and best bid upon 3 proper terms after due public notice by publication has 4 been given asking for competitive bids. The district shall 5 have the right to reject any and all bids and to waive any irregularity in any bid. Any contract may be let on a lump 6 sum or unit basis. No contract shall be entered into for 7 8 such work unless the contractor shall give an undertaking with a sufficient surety or sureties approved by the board 9 10 and in an amount fixed by the board for the faithful 11 the contract. Upon default performance of in the 12 performance of any contract, the proper official mav advertise and relet the remainder of the work without 13 further resolution and deduct the cost from the original 14 contract price and recover any excess cost by suit on the 15 16 original bond, or otherwise. The district shall have the 17 power to make any improvement, or portion thereof, in any district, directly by the officers, agents and employees of 18 19 the district, with supplies and materials purchased or 20 otherwise acquired therefor. All supplies, materials, 21 equipment, machinery and apparatus purchased by the board for any district (but not by a contractor) costing thirty 22 thousand dollars (\$30,000.00) or more shall be purchased 23

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only after notice by publication for competitive bids. The 1 2 district shall accept the lowest bid, kind, quality and 3 material being equal, but the district shall have the right 4 to reject any and all bids, to waive any irregularity in any bid, and to select a single item from any bid. The 5 provision as to bidding shall not apply to the purchase of 6 patented and manufactured products offered for sale in a 7 8 noncompetitive market or solely by a manufacturer's authorized dealer. The provisions of W.S. 16-6-119 that 9 10 apply to this paragraph and that conflict with the 11 provisions of this paragraph shall control; 12 Section 2. The state transportation commission and 13 state construction department shall adopt rules 14 the necessary to implement this act on or before July 1, 2021. 15 16 17 Section 3. 18 19 Except as provided in subsection (b) of this (a) 20 section, this act is effective July 1, 2021.

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(b) Sections 2 and 3 of this act are effectiveimmediately upon completion of all acts necessary for a

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- bill to become law as provided by Article 4, Section 8 of
   the Wyoming Constitution.
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- 4 (END)