THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 747

Session of 2017

INTRODUCED BY BARTOLOTTA, FOLMER, STEFANO, HUTCHINSON, RESCHENTHALER, WHITE AND WARD, JUNE 7, 2017

REFERRED TO TRANSPORTATION, JUNE 7, 2017

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AN ACT

Amending the act of June 1, 1945 (P.L.1242, No.428), entitled "An act relating to roads, streets, highways and bridges; 2 amending, revising, consolidating and changing the laws 3 administered by the Secretary of Highways and by the Department of Highways relating thereto," in construction, 5 improvement, maintenance and repair of State highways, 6 further providing for prequalifications of bidders. 7 The General Assembly of the Commonwealth of Pennsylvania 8 hereby enacts as follows: 10 Section 1. Section 404.1 of the act of June 1, 1945 11 (P.L.1242, No.428), known as the State Highway Law, is amended 12 to read: 13 Section 404.1. Prequalifications of Bidders.--The 14 department, after consultation with and receiving the advices of 15 the secretaries of Pennsylvania associations representing highway constructors and other parties in interest who have 16 17 notified the Secretary of [Highways] Transportation, in writing, 18 of such interest, shall, by regulations, establish and may, from 19 time to time, modify or supplement a system for the

qualification of competent and responsible bidders on highway

- 1 projects and furnish to such secretaries and others in interest
- 2 copies of such regulations. In determining the qualifications of
- 3 bidders, the department shall consider the following factors
- 4 relating to the contractors: (1) equipment, (2) past record, (3)
- 5 experience, (4) personnel of organization, (5) financial
- 6 condition. In determining the qualifications of newly organized
- 7 bidders, the department shall consider the following factors
- 8 relating to newly organized contractors: (1) equipment, (2)
- 9 personnel of organization, and (3) financial condition.
- 10 The department [shall] <u>may</u> not consider bids from any bidder
- 11 who is not qualified.
- 12 For contractors seeking to be pregualified to bid directly to
- 13 the department on projects up to an aggregate sum of one million
- 14 <u>dollars (\$1,000,000.00), the department:</u>
- 15 (1) may not require the applicant to submit either an
- 16 <u>audited or review type of financial statement to demonstrate the</u>
- 17 applicant's financial condition; and
- 18 (2) shall accept a compiled financial statement from the
- 19 applicant.
- 20 Section 2. The provisions of 67 Pa. Code § 457.4 are
- 21 abrogated insofar as they are inconsistent with the amendment of
- 22 section 404.1 of the act.
- 23 Section 3. The amendment of section 404.1 of the act shall
- 24 apply to persons applying for prequalification on or after the
- 25 effective date of this section.
- 26 Section 4. This act shall take effect in 60 days.