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### STATE OF RHODE ISLAND

#### IN GENERAL ASSEMBLY

#### **JANUARY SESSION, A.D. 2010**

#### AN ACT

### RELATING TO TOWNS AND CITIES - AWARD OF MUNICIPAL CONTRACTS

Introduced By: Senators Tassoni, and Maselli

Date Introduced: February 11, 2010

Referred To: Senate Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Section 45-55-5 of the General Laws in Chapter 45-55 entitled "Award of

2 Municipal Contracts" is hereby amended to read as follows:

3 <u>45-55-5. Competitive sealed bidding. -</u> (a) Contracts exceeding the amount provided by

section 45-55-9 shall be awarded by competitive bidding unless they are professional

engineering/architectural services pursuant to section 45-55-8.1 and it is determined in writing

that this method is not practicable. Factors to be considered in determining whether competitive

sealed bidding is practicable shall include whether:

(1) Specifications can be prepared that permit award on the basis of either the lowest

qualified bid price or the lowest qualified evaluated bid price; and

(2) The available sources, the time and place of performance, and other relevant

circumstances as are appropriate for the use of competitive sealed bidding.

(b) The invitation for bids shall state whether award shall be made on the basis of the

lowest bid price or the lowest evaluated or responsive bid price. If the latter basis is used, the

objective measurable criteria to be utilized shall be stated in the invitation for bids, if available.

(c) Adequate public notice of the invitation for bids shall be given a sufficient time prior

16 to the date stated in the notice for the opening of bids. Notice may include publication in a

17 newspaper of general circulation in the state as determined by the purchasing officer for the

municipality not less than seven (7) days nor more than twenty-one (21) days before the date set

for opening of the bids. The purchasing officer may make a written determination that the twenty-

| l | one (21) day | limitation r | needs to be | e waived. | The written | determination | shall state | the reason | why |
|---|--------------|--------------|-------------|-----------|-------------|---------------|-------------|------------|-----|
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- 2 the twenty-one (21) day limitation is being waived and shall state the number of days, giving a
- 3 minimum and maximum, before the date set for the opening of bids when public notice is to be
- 4 given.
- 5 (d) Bids shall be opened publicly in full view of the public at the time and place
- 6 designated in the invitation for bids. Each bid, together with the name of the bidder, shall be
- 7 recorded and an abstract made available for public inspection. Subsequent to the awarding of the
- 8 bid, all documents pertinent to the awarding of the bid shall be made available and open to public
- 9 inspection and retained in the bid file.
- 10 (e) The contract shall be awarded with reasonable promptness by written notice to the
- 11 responsive and responsible bidder whose bid is either the lowest bid price, or lowest evaluated or
- responsive bid price; provided, however, priority shall be given to those bidders whose businesses
- are owned or operated and located in Rhode Island, if their bid is no more than three percent (3%)
- higher than the lowest bid or the lowest evaluated or responsive bid. This priority shall not apply
- 15 to contracts that utilize federal funds.
  - (f) Correction or withdrawal of bids may be allowed only to the extent permitted by
- 17 regulations issued by the purchasing officer.

SECTION 2. This act shall take effect upon passage.

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### **EXPLANATION**

### BY THE LEGISLATIVE COUNCIL

OF

## AN ACT

# RELATING TO TOWNS AND CITIES - AWARD OF MUNICIPAL CONTRACTS

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1 This act would give Rhode Island businesses bidders on municipal contracts a priority if their bid is within three percent (3%) of the lowest bidder as long as the contract is not funded by 2 3 federal money. 4 This act would take effect upon passage. LC01366

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