SUBSTITUTE HOUSE BILL 1633

State of Washington 63rd Legislature 2013 Regular Session

By House Capital Budget (originally sponsored by Representatives Magendanz, Haigh, Dahlquist, Santos, Pollet, Smith, Wylie, Takko, Angel, Clibborn, Condotta, and Scott)

READ FIRST TIME 02/27/13.

1 AN ACT Relating to modifying school district bidding requirements 2 for improvement and repair projects; and amending RCW 28A.335.190.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 28A.335.190 and 2008 c 215 s 6 are each amended to 5 read as follows:

(1) When, in the opinion of the board of directors of any school 6 7 district, the cost of any furniture, supplies, equipment, building, improvements, or repairs, or other work or purchases, except books, 8 9 will equal or exceed the ((sum of fifty thousand dollars)) threshold levels specified in subsections (2) and (4) of this section, complete 10 11 plans and specifications for such work or purchases shall be prepared and notice by publication given in at least one newspaper of general 12 circulation within the district, once each week for two consecutive 13 14 weeks, of the intention to receive bids and that specifications and 15 other information may be examined at the office of the board or any 16 other officially designated location((+ PROVIDED, That the board 17 without giving such notice may make improvements or repairs to the 18 property of the district through the shop and repair department of such 19 district when the total of such improvements or repair does not exceed

the sum of forty thousand dollars)). The cost of any public work, 1 2 improvement, or repair for the purposes of this section shall be the aggregate of all amounts to be paid for labor, material, and equipment 3 4 on one continuous or interrelated project where work is to be performed simultaneously or in close sequence. The bids shall be in writing and 5 shall be opened and read in public on the date and in the place named 6 7 in the notice and after being opened shall be filed for public 8 inspection.

(2) Every purchase of furniture, equipment, or supplies, except 9 10 books, the cost of which is estimated to be in excess of forty thousand dollars, shall be on a competitive basis. The board of directors shall 11 12 establish a procedure for securing telephone and/or written quotations for such purchases. Whenever the estimated cost is from forty thousand 13 14 dollars up to seventy-five thousand dollars, the procedure shall require quotations from at least three different sources to be obtained 15 in writing or by telephone, and recorded for public perusal. Whenever 16 17 the estimated cost is in excess of seventy-five thousand dollars, the public bidding process provided in subsection (1) of this section shall 18 19 be followed.

(3) Any school district may purchase goods produced or provided in 20 21 whole or in part from class II inmate work programs operated by the 22 department of corrections pursuant to RCW 72.09.100, including but not 23 limited to furniture, equipment, or supplies. School districts are 24 encouraged to set as a target to contract, beginning after June 30, 25 2006, to purchase up to one percent of the total goods required by the 26 school districts each year, goods produced or provided in whole or in 27 part from class II inmate work programs operated by the department of 28 corrections.

29 (4) ((Every building, improvement, repair or other public works 30 project, the cost of which is estimated to be in excess of forty thousand dollars, shall be on a competitive bid process.)) The board 31 32 may make improvements or repairs to the property of the district through a department within the district without following the public 33 bidding process provided in subsection (1) of this section when the 34 total of such improvements or repairs does not exceed the sum of 35 36 seventy-five thousand dollars. Whenever the estimated cost of a 37 building, improvement, repair, or other public works project is one hundred thousand dollars or more, the public bidding process provided 38

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in subsection (1) of this section shall be followed unless the contract is let using the small works roster process in RCW 39.04.155 or under any other procedure authorized for school districts. One or more school districts may authorize an educational service district to establish and operate a small works roster for the school district under the provisions of RCW 39.04.155.

7 (5) The contract for the work or purchase shall be awarded to the 8 responsible bidder as ((defined)) described lowest in RCW ((43.19.1911)) 39.26.160(2) but the board may by resolution reject any 9 10 and all bids and make further calls for bids in the same manner as the original call. On any work or purchase the board shall provide bidding 11 12 information to any qualified bidder or the bidder's agent, requesting 13 it in person.

14 (6) In the event of any emergency when the public interest or property of the district would suffer material injury or damage by 15 delay, upon resolution of the board declaring the existence of such an 16 17 emergency and reciting the facts constituting the same, the board may 18 waive the requirements of this section with reference to any purchase or contract: PROVIDED, That an "emergency," for the purposes of this 19 section, means a condition likely to result in immediate physical 20 21 injury to persons or to property of the school district in the absence 22 of prompt remedial action.

(7) Beginning September 1, 2013, and each September 1st thereafter, 23 24 the threshold levels specified in subsections (2) and (4) of this section shall be adjusted based on the percentage change in the 25 26 implicit price deflator for the United States as published for the most 27 recent twelve-month period by the bureau of economic analysis of the federal department of commerce. The office of the superintendent of 28 public instruction shall obtain the adjusted threshold level from the 29 30 office of financial management and publish the level in a memorandum for school districts. 31

32 (8) This section does not apply to the direct purchase of school 33 buses by school districts and educational services in accordance with 34 RCW 28A.160.195.

35 (((+8))) (9) This section does not apply to the purchase of 36 Washington grown food.

37 (((-9))) (10) At the discretion of the board, a school district may 38 develop and implement policies and procedures to facilitate and

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1 maximize to the extent practicable, purchases of Washington grown food 2 including, but not limited to, policies that permit a percentage price 3 preference for the purpose of procuring Washington grown food.

4 (((10))) <u>(11)</u> As used in this section, "Washington grown" has the 5 definition in RCW 15.64.060.

6 (((11))) <u>(12)</u> As used in this section, "price percentage 7 preference" means the percent by which a responsive bid from a 8 responsible bidder whose product is a Washington grown food may exceed 9 the lowest responsive bid submitted by a responsible bidder whose 10 product is not a Washington grown food.

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