HOUSE BILL 907

L2

7lr1189 CF SB 326

By: **Cecil County Delegation** Introduced and read first time: February 9, 2007 Assigned to: Health and Government Operations

Committee Report: Favorable House action: Adopted Read second time: March 18, 2007

CHAPTER _____

1 AN ACT concerning

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Cecil County – Bridge or Road Construction or Repair Contracts

FOR the purpose of altering the threshold amount of certain expenditures that are required to be made by competitively bid contracts in Cecil County; repealing a limitation on the amount of certain contracts that a contractor may be awarded during a certain period; and generally relating to bridge or road construction or repair contracts in Cecil County.

- 8 BY repealing and reenacting, with amendments,
- 9 Article 25 County Commissioners
- 10 Section 37A
- 11 Annotated Code of Maryland
- 12 (2005 Replacement Volume and 2006 Supplement)
- 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
 14 MARYLAND, That the Laws of Maryland read as follows:
- 15 Article 25 County Commissioners
- 16 37A.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law. <u>Underlining</u> indicates amendments to bill. <u>Strike out</u> indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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1 (a) (1)Except as provided in subsection (b) of this section, in Cecil County 2 the following purchases of goods and services shall be by competitively bid contract awarded to the lowest responsive and responsible bidder: 3 4 (i) Any construction or repair of any bridge or road; and 5 (ii) Any purchase or lease of any road or construction equipment 6 or machinery. 7 Except as provided in subsection (b) of this section, the County (2)8 Commissioners of Cecil County shall advertise for bids on any such contract in: 9 (i) 1 or more newspapers published in Cecil County; or 10 Such public notice as they deem most advisable, if no (ii) newspaper is published in Cecil County. 11 (3)The public notice required by this subsection shall: 12 (i) Be given at least once: 13 14 (ii) Appear at least 1 week, but not more than 30 days, before the final date for submitting bids: 15 16 (iii) If the contract pertains to bridge or road work, set forth the 17 place where the bridge or road is to be constructed or repaired; 18 (iv) Set forth a description of the goods or services being bid on: 19 Provide notice that sealed proposals for the goods or services (\mathbf{v}) 20 will be received until a day named in the advertisement; and 21 (vi)Provide notice of the date for the opening of the bids. (b) Subsection (a) of this section does not apply to an expenditure by 22 (1)Cecil County that: 23 Is [\$7,500] **\$10,000** or less in amount; or 24 (i) 25 A majority vote of the County Commissioners has declared (ii) to be an emergency expenditure; provided that such a vote shall be a recorded vote 26 27 taken at a public meeting of the County Commissioners before providing for the 28 expenditure.

1 (2) In any case where the expenditure is [\$7,500] **\$10,000** or less in 2 amount, or which has been declared to be an emergency expenditure, the following 3 shall be in the discretion of the Cecil County Commissioners:

- 4 (i) The manner of providing for the expenditure, including 5 whether the work shall be done by contract or otherwise; and
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(ii) If done by contract, the manner of letting the contract.

7 (c) [(1) Notwithstanding any other provision of law, in Cecil County a 8 particular contractor may not be awarded, during any 2-month period, more than a 9 total of \$20,000 worth of contracts which are not competitively bid.

- 10 (2) The limitation established by this subsection does not apply to 11 emergency contracts. However, before the awarding of an emergency contract, a 12 majority of the County Commissioners shall have affirmed the existence of an 13 emergency. The vote of the Commissioners in declaring the emergency shall be 14 recorded in the minutes of the next public meeting of the Commissioners.
- 15 (d)] Any willful violation of this section is a misdemeanor punishable by a fine 16 of not more than \$1,000.

17 [(e)] (D) (1) The County Commissioners of Cecil County may not enter 18 into any contract for the construction or repair of any bridge or road or the purchase or 19 lease of any road construction equipment or machinery except in accordance with the 20 provisions of this section.

21 (2) A contract that is entered into in violation of the provisions of 22 subsection (a) of this section is void, unless:

(i) It is determined in a subsequent judicial review that good
 faith has been shown by all parties; and

- (ii) There has been substantial compliance with the provisions
 of subsection (a) of this section.
- (3) If a contract is void under this subsection, the contractor shall be
 compensated for costs actually incurred if the contractor:
- 29 (i) Acted in good faith;

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1 (ii) Did not directly contribute to the violation; and

- 2 (iii) Did not have knowledge of the violation.
- 3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
 4 June 1, 2007.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.