#### SECOND REGULAR SESSION

## SENATE BILL NO. 1254

#### 94TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR GREEN.

Read 1st time February 28, 2008, and ordered printed.

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TERRY L. SPIELER, Secretary.

### AN ACT

To amend chapter 67, RSMo, by adding thereto one new section relating to political subdivision services bidding standards.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 67, RSMo, is amended by adding thereto one new 2 section, to be known as section 67.319, to read as follows:

- 67.319. 1. The provisions of this section shall apply to contracts for services awarded by political subdivisions of the state of Missouri
- and shall be known as the "Political Subdivision Services Bidding
- 4 Standards Act".
- 5 2. Contracts for services by any political subdivision shall be
  - advertised and bids solicited and awarded in compliance with other
- 7 Missouri statutes, state rules, and federal and state funding
- 8 requirements applicable to the specific political subdivision which are
- 9 in effect on August 28, 2008, or as such requirements may be enacted or
- 10 amended, and any provision of a local charter, ordinance, order,
- 11 resolution, or policy applicable to the specific political subdivision
- 12 which are in effect or which are subsequently adopted by the political
- 13 subdivision after August 28, 2008.
- 14 3. If a political subdivision is not subject to a specific
- 15 requirement for advertising for bids or soliciting, awarding, or
- 16 rejecting bids under requirements specified in subsection 2 of this
- 17 section regarding contracts for services, the political subdivision shall
- 18 comply with the following provisions when soliciting bids and awarding
- 19 service contracts:
- 20 (1) Contracts for services shall be advertised in advance of the
- 21 acceptance of bids. If no provision of state law, state rule, federal or

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state funding requirement, or local charter, ordinance, order, 22resolution, or policy requiring advertising otherwise applies, bids shall be solicited by advertisement for a minimum of five days in one newspaper of general circulation in a county or city not within a 25county where the political subdivision is located, with the first 26advertisement for bids appearing in the newspaper at least thirty days 27in advance of the date stated in the advertisement for acceptance of 28bids. For contracts over fifty thousand dollars, bids shall also be 2930 advertised by providing service and bid solicitation information at least thirty days in advance of bid opening to one or more commercial 31 or not-for-profit organizations, which regularly provides information 32on contracts to be awarded to contractors providing the type of service 33 needed. Advertisements and bid solicitations shall state the deadline 34for submission of bids and the time and place where bids shall be 35 36 received and opened;

- (2) In absence of a bid award or rejection standard specified under subsection 2 of this section, contracts for services shall be awarded in compliance with this subdivision. If no provision of state law, state rule, federal or state funding requirement, or local charter, ordinance, order, resolution, or policy otherwise applies, the contract shall be awarded to the lowest responsible bidder that submits a bid which is responsive to the contract as advertised by the political subdivision. The determination of the bidder's qualfication shall be made based on his or her education and training. The political subdivision may reject the low bidder by declaring the bidder ineligible for the contract award based on the bidder's failure to provide a performance or payment bond as required by section 107.170, RSMo, if applicable, the bidder's nonperformance on previous contracts with the political subdivision, or other reasons specified as to the bidder's inability to adequately perform the contract. The reasons for bid rejection or award of the contract to another bidder shall be stated in writing to the low bidder within five business days of the rejection of the bid.
- 4. Notwithstanding any other provision of state law, state rule, or federal or state funding requirement to the contrary, or any provision of a charter, ordinance, order, resolution, or policy to the contrary, adopted by a political subdivision, no contract for services

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59 shall be awarded in violation of the following requirements:

- (1) No bid shall be opened in advance of the advertised deadline 61 for submission of bids or in a place other than that specified in the original solicitation of bids or in an amendment to the solicitation 63 communicated in advance to all known bidders;
- 64 (2) No bid shall be accepted unless it is sealed and is in writing. If the letting of the services for which bids were solicited is cancelled, 65 bids shall be returned to the bidder unopened; 66
  - (3) No bid shall be accepted after the advertised deadline for acceptance of bids;
  - (4) All bids received shall be held secure and confidential from all persons until the bids are opened at the time and place announced by the political subdivision. Bids shall be opened in a public meeting, as defined in chapter 610, RSMo.
- Nothing in this section shall be construed to prohibit acceptance and processing of bids through an established program of electronic 74bidding by computer, provided bids accepted and processed 75 76 electronically shall meet standards of confidentiality established by the 77requirements of the electronic bidding program which are comparable 78 to requirements for written bids established by this section.
- 79 5. Any person submitting a bid, or who would have submitted a bid except for violations of subsection 4 of this section, shall have 80 81 standing to seek equitable relief and monetary damages in a court of competent jurisdiction for monetary losses resulting from violations of 82 83 subsection 4 of this section, including but not limited to, setting aside award of a contract, ordering a contract to be re-bid, requiring award 84 of a contract to a different bidder than originally awarded, awarding 85 monetary damages deemed appropriate by the court, including award 86 of reasonable attorney's fees, or awarding a combination of such forms 87 of relief. 88
- 89 6. Nothing in this section shall be construed to require acceptance of a bid which exceeds the amount estimated by the 90 political subdivision for the contract. Neither shall anything in this 91 92section prohibit a political subdivision from awarding contracts without competitive bidding when the political subdivision deems it 93 necessary to remove an immediate danger to the public health or 94safety, to prevent loss to public or private property which requires 95

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96 government action, or to prevent an interruption of or to restore an

97 essential public service.

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