## 4476

2013-2014 Regular Sessions

IN ASSEMBLY

February 5, 2013

- Introduced by M. of A. FINCH, KOLB, KATZ -- Multi-Sponsored by -- M. of A. CROUCH -- read once and referred to the Committee on Local Governments
- AN ACT to amend the general municipal law, in relation to authorizing the city of Auburn to prefer businesses located in the county of Cayuga in awarding public contracts

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Subdivision 1 of section 103 of the general municipal law, 2 as amended by section 1 of chapter 2 of the laws of 2012, is amended to 3 read as follows:

4 1. Except as otherwise expressly provided by an act of the legislature 5 or by a local law adopted prior to September first, nineteen hundred fifty-three, all contracts for public work involving an expenditure of 6 7 more than thirty-five thousand dollars and all purchase contracts involving an expenditure of more than twenty thousand dollars, shall be 8 9 awarded by the appropriate officer, board or agency of a political 10 subdivision or of any district therein including but not limited to a soil conservation district to the lowest responsible bidder furnishing 11 12 the required security after advertisement for sealed bids in the manner provided by this section[,]; provided, however, that purchase contracts 13 14 (including contracts for service work, but excluding any purchase 15 contracts necessary for the completion of a public works contract pursuant to article eight of the labor law) may be awarded on the basis of 16 best value, as defined in section one hundred sixty-three of the state 17 finance law, to a responsive and responsible bidder or offerer in the 18 manner provided by this section except that in a political subdivision 19 other than a city with a population of one million inhabitants or more 20 21 or any district, board or agency with jurisdiction exclusively therein 22 the use of best value for awarding a purchase contract or purchase 23 contracts must be authorized by local law or, in the case of a district

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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school district or board of cooperative educational corporation, services, by rule, regulation or resolution adopted at a public meeting; PROVIDED FURTHER, HOWEVER, THAT IN THE CITY OF AUBURN, FOR PUBLIC WORKS PURCHASE CONTRACTS UP TO ONE HUNDRED THOUSAND DOLLARS, CONTRACTS MAY BE AWARDED TO THE RESPONSIBLE BIDDER WHOSE BID FIVE PERCENT OF THE BID OF THE LOWEST RESPONSIBLE BIDDER AND IF THE PRINCIPAL PLACE OF BUSINESS OF SUCH BIDDER IS LOCATED WITHIN THE COUNTY In any case where a responsible bidder's or responsible CAYUGA. offerer's gross price is reducible by an allowance for the value of used

10 machinery, equipment, apparatus or tools to be traded in by a political 11 subdivision, the gross price shall be reduced by the amount of such 12 allowance, for the purpose of determining the best value. In cases where two or more responsible bidders furnishing the required security 13 14 submit identical bids as to price, such officer, board or agency may 15 award the contract to any of such bidders. Such officer, board or agency in his or her or its discretion, reject all bids or offers and 16 may, 17 readvertise for new bids or offers in the manner provided by this 18 section. In determining whether a purchase is an expenditure within the discretionary threshold amounts established by this subdivision, the officer, board or agency of a political subdivision or of any district 19 20 21 therein shall consider the reasonably expected aggregate amount of all 22 purchases of the same commodities, services or technology to be made within the twelve-month period commencing on the date of purchase. 23 24 Purchases of commodities, services or technology shall not be arti-25 ficially divided for the purpose of satisfying the discretionary buying 26 thresholds established by this subdivision. A change to or a renewal of a discretionary purchase shall not be permitted if the change or renewal 27 would bring the reasonably expected aggregate amount of all purchases of 28 29 the same commodities, services or technology from the same provider 30 within the twelve-month period commencing on the date of the first purchase to an amount greater than the discretionary buying threshold 31 32 amount. For purposes of this section, "sealed bids" and "sealed offers", 33 that term applies to purchase contracts, (including contracts for as 34 service work, but excluding any purchase contracts necessary for the 35 completion of a public works contract pursuant to article eight of the 36 labor law) shall include bids and offers submitted in an electronic 37 format including submission of the statement of non-collusion required by section one hundred three-d of this article, provided that the governing board of the political subdivision or district, by resolution, 38 39 40 has authorized the receipt of bids and offers in such format. Submission in electronic format may, for technology contracts only, be required as 41 the sole method for the submission of bids and offers. Bids and offers 42 43 submitted in an electronic format shall be transmitted by bidders and 44 offerers to the receiving device designated by the political subdivision 45 or district. Any method used to receive electronic bids and offers shall comply with article three of the state technology law, and any rules and 46 47 regulations promulgated and guidelines developed thereunder and, at a 48 minimum, must (a) document the time and date of receipt of each bid and offer received electronically; (b) authenticate the identity of the sender; (c) ensure the security of the information transmitted; and (d) 49 50 ensure the confidentiality of the bid or offer until the time and date 51 52 established for the opening of bids or offers. The timely submission of an electronic bid or offer in compliance with instructions provided for 53 54 such submission in the advertisement for bids or offers and/or the spec-55 ifications shall be the responsibility solely of each bidder or offerer or prospective bidder or offerer. No political subdivision or district 56

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1 therein shall incur any liability from delays of or interruptions in the 2 receiving device designated for the submission and receipt of electronic 3 bids and offers.

4 S 2. Subdivision 1 of section 103 of the general municipal law, as 5 amended by section 2 of chapter 2 of the laws of 2012, is amended to 6 read as follows:

7 1. Except as otherwise expressly provided by an act of the legislature 8 by a local law adopted prior to September first, nineteen hundred or 9 fifty-three, all contracts for public work involving an expenditure of 10 more than thirty-five thousand dollars and all purchase contracts 11 involving an expenditure of more than twenty thousand dollars, shall be awarded by the appropriate officer, board or agency of a political subdivision or of any district therein including but not limited to a 12 13 14 soil conservation district to the lowest responsible bidder furnishing 15 the required security after advertisement for sealed bids in the manner provided by this section, provided, however, that purchase contracts 16 17 for service work, but excluding (including contracts any purchase 18 contracts necessary for the completion of a public works contract pursu-19 ant to article eight of the labor law) may be awarded on the basis of 20 best value, as defined in section one hundred sixty-three of the state 21 to a responsive and responsible bidder or offerer in the finance law, 22 manner provided by this section except that in a political subdivision 23 other than a city with a population of one million inhabitants or more 24 or any district, board or agency with jurisdiction exclusively therein 25 best value of awarding a purchase contract or purchase of the use 26 contracts must be authorized by local law or, in the case of a district corporation, school district or board of cooperative educational services, by rule, regulation or resolution adopted at a public meeting. 27 28 29 In determining whether a purchase is an expenditure within the discre-30 tionary threshold amounts established by this subdivision, the officer, board or agency of a political subdivision or of any district therein 31 32 shall consider the reasonably expected aggregate amount of all purchases 33 the same commodities, services or technology to be made within the of 34 twelve-month period commencing on the date of purchase. Purchases of 35 commodities, services or technology shall not be artificially divided for the purpose of satisfying the discretionary buying thresholds estab-36 37 lished by this subdivision. A change to or a renewal of a discretionary purchase shall not be permitted if the change or renewal would bring the 38 39 reasonably expected aggregate amount of all purchases of the same commodities, services or technology from the same provider within 40 the twelve-month period commencing on the date of the first purchase to an 41 amount greater than the discretionary buying threshold amount. 42 In any 43 where a responsible bidder's or responsible offerer's gross price case 44 is reducible by an allowance for the value of used machinery, equipment, 45 apparatus or tools to be traded in by a political subdivision, the gross price shall be reduced by the amount of such allowance, for the purpose 46 47 low bid or best value. In cases where two or more determining the of 48 responsible bidders furnishing the required security submit identical bids as to price, such officer, board or agency may award the contract 49 50 to any of such bidders. Such officer, board or agency may, in his, her 51 its discretion, reject all bids or offers and readvertise for new or bids or offers in the manner provided by this section; PROVIDED, HOWEV-52 THAT IN THE CITY OF AUBURN, FOR PUBLIC WORKS AND PURCHASE CONTRACTS 53 ER, 54 UP TO ONE HUNDRED THOUSAND DOLLARS, SUCH CONTRACTS MAY BE AWARDED TO THE 55 RESPONSIBLE BIDDER WHOSE BID IS WITHIN FIVE PERCENT OF THE BID OF THE

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1 LOWEST RESPONSIBLE BIDDER AND IF THE PRINCIPAL PLACE OF BUSINESS OF SUCH 2 BIDDER IS LOCATED WITHIN THE COUNTY OF CAYUGA.

3 S 3. This act shall take effect immediately, provided that the amend-4 ments to subdivision 1 of section 103 of the general municipal law made 5 by section one of this act shall be subject to the expiration and rever-6 sion of such subdivision pursuant to subdivision (a) of section 41 of 7 part X of chapter 62 of the laws of 2003, as amended, when upon such 8 date the provisions of section two of this act shall take effect.