GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 629

Short Title: Iredell Single Prime Contracts.

(Local)

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Sponsors: Senator Bryan.

Referred to: Local Government & Regional Affairs.

March 23, 1989

1		A BILL TO BE ENTITLED					
2	AN ACT TO A	LLOW PUBLIC CONTRACTS TO BE BID IN THE ALTERNATIVE					
3	AS MULTIPLE PRIME OR SINGLE PRIME CONTRACTOR CONTRACTS IN						
4	IREDELL, A	ALEXANDER, CATAWBA, AND YADKIN COUNTIES.					
5	The General Assembly of North Carolina enacts:						
6	Section 1. G.S. 143-128 reads as rewritten:						
7	"§ 143-128. Separate specifications for building contracts; responsible contractors						
8	<u>(a)</u> Every	v officer, board, department, commission or commissions charged with					
9	responsibility of preparation of specifications or awarding or entering into contracts for						
10	the erection, construction, alteration or repair of any buildings for the State, or for any						
11	county or municipality, when the entire cost of such work shall exceed one hundred						
12	thousand dollars (\$100,000) must have prepared separate specifications for each of the						
13	following subdivisions or branches of work to be performed:						
14	(1)	Heating, ventilating, air conditioning and accessories (separately or					
15		combined into one conductive system) and/or refrigeration for cold					
16		storage (where the cooling load is 15 tons or more of refrigeration),					
17		and all work kindred thereto.					
18	(2)	Plumbing and gas fittings and accessories, and all work kindred					
19		thereto.					
20	(3)	Electrical wiring and installations, and all work kindred thereto.					
21	(4)	General work relating to the erection, construction, alteration, or repair					
22		of any building above referred to, which work is not included in the					
23		above-listed three subdivisions or branches.					

All such specifications must be so drawn as to permit separate and independent bidding upon each of the subdivisions or branches of work enumerated above. The above enumeration of subdivisions or branches of work shall not be construed to prevent any officer, board, department, commission or commissions from preparing additional separate specifications and awarding additional separate contracts for any other category of work when it is deemed in the best interest of such officer, board, department, commissions to do so.

8 All contracts hereafter awarded by the State or by a county or municipality, or a 9 department, board, commissioner, or officer thereof, for the erection, construction, 10 alteration or repair of buildings, or any parts thereof, shall award the respective work specified separately to responsible and reliable persons, firms or corporations regularly 11 12 engaged in their respective lines of work. When the estimated cost of work to be 13 performed in any single subdivision or branch is less than ten thousand dollars 14 (\$10,000), the same may be included in the contract for one of the other subdivisions or 15 branches of the work, irrespective of total project cost.

16 Each separate contractor shall be directly liable to the State of North Carolina, or to 17 the county or municipality, and to the other separate contractors for the full performance 18 of all duties and obligations due respectively under the terms of the separate contracts 19 and in accordance with the plans and specifications, which shall specifically set forth 20 the duties and obligations of each separate contractor. For the purpose of this section, 21 the wording 'separate contractor' is hereby deemed and held to mean any person, firm or 22 corporation who shall enter into a contract with the State, or with any county or 23 municipality, for the erection, construction, alteration or repair of any building or 24 buildings, or parts thereof.

All public authorities coming within the requirements of this section shall have the authority to purchase and erect prefabricated or relocatable buildings or portions thereof without complying with the provisions hereof, except that portion of the work which must be performed at the construction site.

29 (b) Notwithstanding the provisions of subsection (a) of this section a county, 30 municipality, department, board, commissioner, or officer may use the single prime contract system, and may prequalify bidders, for all construction contracts. Provided, 31 however, that all bidders must identify on their bid the electrical, plumbing, and 32 mechanical contractors they have selected. If the public body chooses to use the single 33 prime contract system, it must also seek bids for the project under subsection (a) of this 34 35 section and award the contract to the lowest responsible bidder(s) for the total project 36 regardless of the contract system used."

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Sec. 2.	G.S.	143-132	reads	as	rewritten

38 "§ 143-132. Minimum number of bids for public contracts.

39 (a) No contract to which G.S. 143-129 applies for construction or repairs shall be
40 awarded by any board or governing body of the State, or any subdivision thereof, unless
41 at least three competitive bids have been received from reputable and qualified
42 contractors regularly engaged in their respective lines of endeavor; however, this section
43 shall not apply to contracts which are negotiated as provided for in G.S. 143-129.
44 Provided that if after advertisement for bids as required by G.S. 143-129, not as many as

three competitive bids have been received from reputable and qualified contractors 1 2 regularly engaged in their respective lines of endeavor, said board or governing body of the State agency or of a county, city, town or other subdivision of the State shall again 3 advertise for bids; and if as a result of such second advertisement, not as many as three 4 5 competitive bids from reputable and gualified contractors are received, such board or 6 governing body may then let the contract to the lowest responsible bidder submitting a 7 bid for such project, even though only one bid is received. 8 For purposes of contracts bid in the alternative between the multiple prime (b)9 and single prime contracts, pursuant to G.S. 143-128(b), a bid submitted by a single 10 prime contractor shall constitute a competitive bid in each of the four subdivisions or branches of work listed in G.S. 143-128(a). If less than three competitive bids, in any 11 12 combination of multiple prime or single prime contracts, are received in each of the four subdivisions or branches of work listed in G.S. 143-128(a), then the bids shall not be 13 14 opened and the readvertising and awarding procedures in subsection (a) of this section 15 shall apply." 16 Sec. 3. This act applies to Iredell, Alexander, Catawba, and Yadkin Counties 17 only.

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- Sec. 4. This act is effective upon ratification.

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