

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

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SENATE BILL 579
House Committee Substitute Favorable 6/21/07
Third Edition Engrossed 6/26/07

Short Title: Charlotte/Electronic Bids.

(Local)

Sponsors:

Referred to:

March 7, 2007

A BILL TO BE ENTITLED

1 AN ACT AUTHORIZING THE CITY OF CHARLOTTE TO RECEIVE BIDS
2 ELECTRONICALLY IN ADDITION TO OR INSTEAD OF PAPER BIDS ON
3 PUBLIC CONSTRUCTION PROJECTS.
4

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 143-129.9 reads as rewritten:

7 "**§ 143-129.9. Alternative competitive bidding methods.**

8 (a) A political subdivision of the State may use any of the following methods to
9 obtain competitive bids for construction or repair work or for the purchase of apparatus,
10 supplies, materials, or equipment as an alternative to the otherwise applicable
11 requirements in this Article:

12 (1) Reverse auction. – For purposes of this section, "reverse auction"
13 means a real-time purchasing process in which bidders compete to
14 provide goods at the lowest selling price in an open and interactive
15 environment. The bidders' prices may be revealed during the reverse
16 auction. A reverse auction may be conducted by the political
17 subdivision or by a third party under contract with the political
18 subdivision. A political subdivision may also conduct a reverse auction
19 through the State electronic procurement system, and compliance with
20 the procedures and requirements of the State's reverse auction process
21 satisfies the political subdivision's obligations under this Article.

22 (2) Electronic bidding. – A political subdivision may receive bids
23 electronically in addition to or instead of paper bids. Procedures for
24 receipt of electronic bids for contracts that are subject to the
25 requirements of G.S. 143-129 shall be designed to ensure the security,
26 authenticity, and confidentiality of the bids to at least the same extent
27 as is provided for with sealed paper bids.

1 (b) The requirements for advertisement of bidding opportunities, timeliness of
2 the receipt of bids, the standard for the award of contracts, and all other requirements in
3 this Article that are not inconsistent with the methods authorized in this section shall
4 apply to contracts awarded under this section.

5 (c) Reverse auctions shall not be utilized for construction or repair work or for
6 the purchase or acquisition of construction aggregates, including, but not limited to,
7 crushed stone, sand, and gravel."

8 **SECTION 2.** This act applies only to the City of Charlotte.

9 **SECTION 3.** This act is effective when it becomes law.