### CERTIFICATION OF ENROLLMENT

## HOUSE BILL 1073

Chapter 99, Laws of 1999

56th Legislature 1999 Regular Session

#### PUBLIC HOSPITAL DISTRICTS--ALTERNATIVE BID PROCEDURES

EFFECTIVE DATE: 7/25/99

Passed by the House March 4, 1999 CERTIFICATE Yeas 95 Nays 0 We, Dean R. Foster and Timothy A. Martin, Co-Chief Clerks of the House CLYDE BALLARD of Representatives of the State of Speaker of the House of Washington, do hereby certify that the attached is  ${\tt HOUSE\ BILL\ 1073\ as}$ Representatives passed by the House of Representatives and the Senate on the dates hereon set forth. FRANK CHOPP Speaker of the House of Representatives DEAN R. FOSTER Chief Clerk Passed by the Senate April 8, 1999 Yeas 47 Nays 0 TIMOTHY A. MARTIN Chief Clerk BRAD OWEN President of the Senate Approved April 23, 1999 FILED April 23, 1999 - 3:17 p.m. Secretary of State GARY LOCKE State of Washington Governor of the State of Washington

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### HOUSE BILL 1073

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Passed Legislature - 1999 Regular Session

State of Washington 56th Legislature 1999 Regular Session

By Representatives D. Schmidt and Romero; by request of Alternative Public Works Methods Oversight Committee

Read first time 01/14/1999. Referred to Committee on State Government.

- 1 AN ACT Relating to alternative bid procedures for public hospital
- 2 districts; and amending RCW 70.44.140.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 70.44.140 and 1998 c 278 s 9 are each amended to read 5 as follows:
- 6 (1) All materials purchased and work ordered, the estimated cost of
- 7 which is in excess of five thousand dollars, shall be by contract.
- 8 Before awarding any such contract, the commission shall publish a
- 9 notice at least thirteen days before the last date upon which bids will
- 10 be received, inviting sealed proposals for such work. The plans and
- 11 specifications must at the time of the publication of such notice be on
- 12 file at the office of the public hospital district, subject to public
- 13 inspection: PROVIDED, HOWEVER, That the commission may at the same
- 14 time, and as part of the same notice, invite tenders for the work or
- 15 materials upon plans and specifications to be submitted by bidders.
- 16 The notice shall state generally the work to be done, and shall call
- 17 for proposals for doing the same, to be sealed and filed with the
- 18 commission on or before the day and hour named therein. Each bid shall
- 19 be accompanied by bid proposal security in the form of a certified

p. 1 HB 1073.SL

check, cashier's check, postal money order, or surety bond made payable 2 to the order of the commission, for a sum not less than five percent of the amount of the bid, and no bid shall be considered unless 3 4 accompanied by such bid proposal security. At the time and place 5 named, such bids shall be publicly opened and read, and the commission shall proceed to canvass the bids, and may let such contract to the 6 7 lowest responsible bidder upon plans and specifications on file, or to 8 the best bidder submitting his or her own plans and specifications: 9 PROVIDED, HOWEVER, That no contract shall be let in excess of the 10 estimated cost of the materials or work, or if, in the opinion of the commission, all bids are unsatisfactory, they may reject all of them 11 12 and readvertise, and in such case all bid proposal security shall be 13 returned to the bidders. If the contract is let, then all bid proposal security shall be returned to the bidders, except that of the 14 15 successful bidder, which is retained until a contract shall be entered into for the purchase of such materials for doing such work, and a bond 16 17 to perform such work furnished, with sureties satisfactory to the commission, in an amount to be fixed by the commission, not less than 18 19 twenty-five percent of contract price in any case, between the bidder 20 and commission, in accordance with the bid. If such bidder fails to enter into the contract in accordance with the bid and furnish such 21 22 bond within ten days from the date at which the bidder is notified that 23 he or she is the successful bidder, the bid proposal security and the 24 amount thereof shall be forfeited to the public hospital district. A 25 low bidder who claims error and fails to enter into a contract is 26 prohibited from bidding on the same project if a second or subsequent call for bids is made for the project. 27

- (2) In lieu of the procedures of subsection (1) of this section, a public hospital district may use the ((small works roster process)) contracting processes provided in RCW 39.04.155 ((and award public works contracts)); however, public hospital districts may only use the small works roster process for projects ((with an)) estimated ((value in excess of)) to cost less than fifty thousand dollars.
- 34 (3) Any purchases with an estimated cost of up to fifteen thousand 35 dollars may be made using the process provided in RCW 39.04.190.
- 36 (4) The commission may waive the competitive bidding requirements 37 of this section pursuant to RCW 39.04.280 if an exemption contained 38 within that section applies to the purchase or public work.

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p. 3 HB 1073.SL