

1 **SHB 2597** - H AMD

2 By Representative \_\_\_\_

3 Strike everything after the enacting clause and insert the  
4 following:

5 NEW SECTION. **Sec. 1.** The purpose of this chapter is to allow  
6 all state or local governmental entities that award contracts for  
7 publicly funded projects estimated to cost more than two hundred  
8 thousand dollars to select contractors by the lowest responsible bidder  
9 method. This chapter does not supersede the requirements of chapter  
10 3 9 . 1 0 R C W .

11 NEW SECTION. **Sec. 2.** A state or local entity that awards  
12 contracts for publicly funded projects must determine whether the  
13 lowest responsive bidder is responsible using the criteria in section  
14 3 of this act.

15 NEW SECTION. **Sec. 3.** In determining whether the lowest  
16 responsive bidder is responsible, the governmental entity awarding  
17 the contract may only consider the following elements:

- 18 (1) The capacity of the bidder to perform the contract or  
19 provide the service required;  
20 (2) Whether the bidder has demonstrated the ability to perform  
21 within the time specified by the contract;  
22 (3) The satisfactory completion of previous contracts or  
23 services by the bidder; and  
24 (4) The previous and current compliance by the bidder with  
25 contracting laws.

26 NEW SECTION. **Sec. 4.** Governmental entities shall use, in  
27 substantial form, a questionnaire created by the Washington state  
28 department of general administration to determine compliance with  
29 section 3 of this act. Modifications to the form may be utilized  
30 after notice has been given by the governmental entity, prior to  
31 requesting bids on a project for which the questionnaire will be  
32 used.

1           NEW SECTION.   **Sec. 5.** The apparent low bidder must submit the  
2 questionnaire required by section 4 of this act within three business  
3 days of the bid opening. Failure to submit the information within  
4 the time provided will render the bid nonresponsible and the bidder  
5 shall forfeit any bid deposit submitted to the contracting agency in  
6 support of the bid. If the information that is provided is false on  
7 a material point, then the bid will be deemed nonresponsible.

8           Immediately after an award is made, the bids received shall be  
9 open to public inspection.

10           The governmental entity must make an affirmative determination  
11 that the lowest responsive bidder is not responsible.

12           NEW SECTION.   **Sec. 6.** If the governmental entity deems an  
13 apparent low bidder to be not responsible, it shall notify the bidder  
14 in writing with specificity as to the reasons why the bidder was  
15 deemed not responsible. Within three business days of receipt of  
16 such notification, the bidder may withdraw its bid or it may present  
17 additional information that the bidder believes proves its  
18 responsibility. Within three business days of a bidder's submission  
19 of additional information, the governmental entity shall reconsider  
20 the bid and make a second determination of responsibility, which  
21 shall be final.

22           NEW SECTION.   **Sec. 7.** Sections 1 through 6 of this act  
23 constitute a new chapter in Title 39 RCW."

**EFFECT:** Restricts the application of the bill to those public works contracts estimated to cost over \$200,000. When determining whether the lowest responsive bidder is responsible, the governmental entity awarding the contract may only consider the capacity of the bidder to perform the contract or provide the service required, whether the bidder has demonstrated the ability to perform within the time specified by the contract, the satisfactory completion of previous contracts or services by the bidder, and the bidder's previous and current compliance with contracting laws. The apparent low bidder must submit answers to a questionnaire to prove responsibility, and failure to submit the questionnaire will result in forfeiture of any bid deposit submitted to the contracting agency. The governmental entity must make an affirmative determination that the lowest responsive bidder is not responsible. The provision allowing the apparent low bidder to submit information from interested

parties in an attempt to prove responsibility is removed.