HOUSE BILL No. 5267

November 6, 2003, Introduced by Reps. Newell, Palsrok, Howell, Shackleton, Shaffer and Sheen and referred to the Committee on Education.

A bill to amend 1976 PA 451, entitled

"The revised school code,"

by amending section 1267 (MCL 380.1267), as amended by 1995 PA 289.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1267. (1) Before commencing construction of a new
- **2** school building, or addition to or repair or renovation of an
- 3 existing school building, except repair in emergency situations,
- 4 the board of a school district or board of directors of a public
- school academy -, shall obtain competitive bids on all the
- 6 material and labor required for the complete construction of a
- 7 proposed new building or addition to or repair or renovation of
- 8 an existing school building.
- 9 (2) The board or board of directors shall advertise for the
- 10 bids required under subsection (1) once each week for 2

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- 1 successive weeks in a newspaper of general circulation in the
- 2 area where the building or addition is to be constructed or where
- 3 the repair or renovation of an existing building is to take
- 4 place. The advertisement for bids shall do all of the
- 5 following:
- 6 (a) Specify the date and time by which all bids must be
- 7 received by the board or board of directors.
- 8 (b) State that the board or board of directors will not
- 9 consider or accept a bid received by the board or board of
- 10 directors after the date and time specified for bid submission.
- 11 (c) Identify the time, date, and place of a public meeting at
- 12 which the board or board of directors or its designee will open
- 13 and read aloud each bid received by the board or board of
- 14 directors by the date and time specified in subdivision (a).
- 15 (3) The board or board of directors shall require each bidder
- 16 for a contract under this section to file with the board or board
- 17 of directors security in an amount not less than 1/20 of the
- 18 amount of the bid conditioned to secure the school district from
- 19 loss or damage by reason of the withdrawal of the bid or by the
- 20 failure of the bidder to enter a contract for performance, if the
- 21 bid is accepted by the board or board of directors.
- 22 (4) The board or board of directors shall not open, consider,
- 23 or accept a bid that the board or board of directors receives
- 24 after the date and time specified for bid submission in the
- 25 advertisement for bids described in subsection (2).
- 26 (5) At a public meeting identified in the advertisement for
- 27 bids described in subsection (2), the board or board of directors

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- 1 or its designee shall open and read aloud each bid that the board
- 2 or board of directors received at or before the time and date for
- 3 bid submission specified in the advertisement for bids. The
- 4 board or board of directors may reject any or all bids, and if
- 5 all bids are rejected, shall readvertise in the manner required
- 6 by this section.
- 7 (6) This section does not apply to buildings any of the
- 8 following:
- 9 (a) Buildings, renovations, or repairs costing less than
- 10 \$12,500.00. or to repair work normally performed by school
- 11 district employees. The maximum amount specified in this
- 12 subsection subdivision shall be adjusted each year by
- 13 multiplying the amount for the immediately preceding year by the
- 14 percentage by which the average consumer price index for all
- 15 items for the 12 months ending August 31 of the year in which the
- 16 adjustment is made differs from that index's average for the
- 17 12 months ending on August 31 of the immediately preceding year
- 18 and adding that product to the maximum amount that applied in the
- 19 immediately preceding year, rounding to the nearest whole
- 20 dollar.
- 21 (b) Repair work normally performed by school district
- 22 employees.
- (c) A building or renovations or repairs to a building if all
- 24 of the following are met:
- 25 (i) The work is performed by pupils of the school district or
- 26 public school academy as part of their vocational education
- 27 instruction.

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- 1 (ii) The school district or public school academy does not
- 2 intend to use any part of the building for classroom instruction
- 3 or extracurricular activities.
- 4 (iii) The estimated cost of the work is less than
- 5 \$200,000.00.

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