## As Reported by the House Commerce and Labor Committee

124th General Assembly **Regular Session** 2001-2002

H. B. No. 458

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**REPRESENTATIVES** Williams, Fessler, Husted, Britton, Willamowski, Seitz, Hollister, Lendrum, Collier, Distel, D. Miller, Rhine, Young

# ABILL

To amend section 9.312 of the Revised Code to modify standards for determining financial responsibility in the awarding of construction contracts to the lowest and most responsible bidder, and to make certain financial information confidential.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 9.312 of the Revised Code be amended to read as follows:

Sec. 9.312. (A) If a state agency or political subdivision is required by law or by an ordinance or resolution adopted under division (C) of this section to award a contract to the lowest 10 responsive and responsible bidder, a bidder on the contract shall 11 be considered responsive if his the bidder's proposal responds to 12 bid specifications in all material respects and contains no 13 irregularities or deviations from the specifications which would 14 affect the amount of the bid or otherwise give him the bidder a 15 competitive advantage. The factors that the state agency or 16 political subdivision shall consider in determining whether a 17 bidder on the contract is responsible include the experience of 18 the bidder, his the bidder's financial condition, his conduct and 19

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performance on previous contracts, <del>his</del> facilities, <del>his</del> management 20 skills, and <del>his</del> ability to execute the contract properly. <del>An</del> 21

For purposes of this division, the provision of a bid 22 quaranty in accordance with divisions (A)(1) and (B) of section 23 153.54 of the Revised Code issued by a surety licensed to do 24 business in this state is evidence of financial responsibility, 25 but a state agency or political subdivision may request additional 26 financial information for review from an apparent low bidder after 27 it opens all submitted bids. A state agency or political 2.8 subdivision shall keep additional financial information it 29 receives pursuant to a request under this division confidential, 30 except under proper order of a court. The additional financial 31 information is not a public record under section 149.43 of the 32 Revised Code. 33

An apparent low bidder found not to be responsive and responsible shall be notified by the state agency or political subdivision of that finding and the reasons for it. Except for contracts awarded by the department of administrative services pursuant to section 125.11 of the Revised Code, the notification shall be given in writing and by certified mail. When awarding contracts pursuant to section 125.11 of the Revised Code, the department may send such notice in writing by first class mail.

(B) Where a state agency or a political subdivision that has 42 adopted an ordinance or resolution under division (C) of this 43 section determines to award a contract to a bidder other than the 44 apparent low bidder or bidders for the construction, 45 reconstruction, improvement, enlargement, alteration, repair, 46 painting, or decoration of a public improvement, it shall meet 47 with the apparent low bidder or bidders upon a filing of a timely 48 written protest. The protest must be received within five days of 49 the notification required in division (A) of this section. No 50 final award shall be made until the state agency or political 51

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52 subdivision either affirms or reverses its earlier determination. 53 Notwithstanding any other provisions of the Revised Code, the 54 procedure described in this division is not subject to Chapter 55 119. of the Revised Code.

(C) A municipal corporation, township, school district, board 56 of county commissioners, any other county board or commission, or 57 any other political subdivision required by law to award contracts 58 by competitive bidding may by ordinance or resolution adopt a 59 policy of requiring each competitively bid contract it awards to 60 be awarded to the lowest responsive and responsible bidder in 61 accordance with this section. 62

Section 2. That existing section 9.312 of the Revised Code is 63 hereby repealed. 64

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