

HOUSE BILL 735:

Minimum Contracts/Coastal Dredging Services.

2021-2022 General Assembly

Committee: House Marine Resources and Aqua Culture. If **Date:**

May 5, 2021

favorable, re-refer to Rules, Calendar, and

Operations of the House

Introduced by: Reps. C. Smith, McElraft, Iler, Miller **Prepared by:** Kyle Evans

Analysis of: First Edition Committee Counsel

OVERVIEW: House Bill 735 would exempt contracts for dredging services in the State's coastal waters from the requirement that a government entity receive three competitive bids for construction or repair work estimated to cost \$500,000 or more.

CURRENT LAW & BILL ANALYSIS:

G.S. 143-129 prohibits any board or governing body of the State, or any institution of the State government, or any political subdivision of the State from awarding a contract for construction or repair work requiring the expenditure of public money equal to or more than \$500,000 unless certain procedures for bidding, advertisement, and letting of public contracts are met.

G.S. 143-132 prohibits any board or governing body of the State, or any subdivision thereof, from awarding a contract for construction or repair work estimated to cost \$500,000 or more unless at least three competitive bids have been received from reputable and qualified contractors regularly engaged in their respective lines of endeavor. The three-bid requirement does not apply to contracts which are negotiated pursuant to G.S. 143-129.

House Bill 735 would provide that the three-bid requirement in G.S. 143-132 would not apply to contracts for dredging services in the State's coastal waters.

EFFECTIVE DATE: This act would be effective when it becomes law and would apply to bids received on or after that date.

