



HOUSE BILL 735: Minimum Contracts/Coastal Dredging Services.

2021-2022 General Assembly

Committee:		Date:	February 7, 2022
Introduced by:		Prepared by:	Kyle Evans Staff Attorney
Analysis of:	S.L. 2021-92		

OVERVIEW: *S.L. 2021-92 exempts 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.*

This act became effective July 22, 2021, and applies to bids received on or after that date.

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.

S.L. 2021-92 provides that the three-bid requirement in G.S. 143-132 does not apply to contracts for dredging services in the State's coastal waters.

EFFECTIVE DATE: This act became effective July 22, 2021, and applies to bids received on or after that date.

Jeffrey Hudson
Director



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Legislative Analysis
Division
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