## AMENDMENTS TO LB 975

## Introduced by Smith

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. This act shall be known and may be cited as
- 4 the Fair Bidding Act.
- 5 Sec. 2. The purposes of the Fair Bidding Act
- 6 are to provide for the efficient procurement of goods and
- 7 services by governmental units and to promote the economical,
- 8 nondiscriminatory, and efficient administration and completion
- 9 of construction projects funded, assisted, or awarded by a
- 10 governmental unit.
- 11 Sec. 3. For purposes of the Fair Bidding Act:
- 12 (1) Bidder means any individual, firm, partnership,
- 13 limited liability company, corporation, or other association of
- 14 persons that makes an offer to perform a public contract for a
- 15 governmental unit;
- 16 (2) Collective-bargaining agreement means an agreement
- 17 between any employer and a labor organization, whether or not a
- 18 third party is also a party to the agreement, which regulates terms
- 19 and conditions of employment;
- 20 (3) Construction means the business of construction,
- 21 alteration, repairing, dismantling, or demolition of airports,
- 22 bridges, buildings, canals, dams, disposal plants, levees,
- 23 pipelines, power lines, roads, sewers, streets, transmission lines,

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1 viaducts, water and gas mains, water filters, water tanks, water

- 2 towers, water wells, and every other type of structure, project,
- 3 development, or improvement coming within the definition of real
- 4 property or personal property, whether such property is to be
- 5 occupied by the owner or held either for sale or rental;
- 6 (4) Governmental unit means the State of Nebraska, any
- 7 agency of the state, or any political subdivision of the state,
- 8 including any county, city, village, township, school district,
- 9 learning community, educational service unit, district, authority,
- 10 the University of Nebraska, the Nebraska state college system, the
- 11 Nebraska community college system, any entity created pursuant to
- 12 the Interlocal Cooperation Act or the Joint Public Agency Act, or
- 13 any public corporation or entity, whether organized and existing
- 14 under direct provisions of the Constitution of Nebraska or laws
- 15 of the State of Nebraska or by virtue of charter, corporate
- 16 articles, or other legal instruments executed under authority of
- 17 the constitution or laws and any agent, agency, board, commission,
- 18 authority, instrumentality, subdivision, or other body of any of
- 19 such entities;
- 20 (5) Public benefit means a grant, loan, tax abatement,
- 21 tax credit, or any other similar type of benefit awarded by a
- 22 governmental unit;
- 23 (6) Public contract means any contract, bid documents,
- 24 or other controlling documents for the performance of construction
- 25 between a governmental unit and a public contractor, including
- 26 <u>those between a contractor and a subcontractor;</u>
- 27 (7) Public contractor means any individual, firm,

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1 partnership, limited liability company, corporation, or other

- 2 association of persons engaged in construction for a governmental
- 3 unit. Public contractor includes any subcontractor engaged in such
- 4 construction and any person who is providing or arranging for labor
- 5 for such construction for a contractor, either as an employee or as
- 6 an independent contractor;
- 7 (8) Real property means real estate that is improved.
- 8 Real property includes public land and any leasehold, tenement, or
- 9 improvement placed on the real property; and
- 10 (9) Subcontractor means a person or entity that has
- 11 contracted to furnish labor or materials to, or performed
- 12 labor or supplied materials for, a public contractor or another
- 13 subcontractor in connection with a contract for construction.
- 14 <u>Subcontractor includes materialmen and suppliers.</u>
- 15 Sec. 4. <u>Unless otherwise required by federal law, a</u>
- 16 governmental unit shall ensure that any requests for proposals
- 17 or bid specifications for a public contract or the procurement
- 18 procedures for a public contract do not contain:
- 19 <u>(1) A term that requires, prohibits, encourages, or</u>
- 20 <u>discourages bidders, public contractors, or subcontractors from</u>
- 21 entering into or adhering to a collective-bargaining agreement
- 22 relating to construction under the public contract; or
- 23 (2) A term that discriminates against bidders, public
- 24 contractors, or subcontractors based on status as a party or
- 25 nonparty to, or the willingness or refusal to enter into, a
- 26 <u>collective-bargaining agreement relating to construction under the</u>
- 27 public contract.

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1 Sec. 5. A governmental unit shall not award a public

- 2 benefit that is conditioned upon a requirement that the recipient
- 3 of the public benefit include a term described in section 4 of this
- 4 act in a public contract for any construction that is the subject
- 5 of the public benefit. Any such included term is void and of no
- 6 effect.
- 7 Sec. 6. A governmental unit shall not place any of the
- 8 terms described in section 4 of this act in requests for proposals
- 9 or bid specifications for a public contract or in the procurement
- 10 procedures for a public contract. Any such included term is void
- 11 and of no effect.
- 12 Sec. 7. The requirements of sections 4 to 6 of this
- 13 act do not apply to public benefits awarded or public contracts
- 14 executed before the effective date of this act.
- Sec. 8. Nothing in the Fair Bidding Act shall:
- (1) Prohibit employers or other parties from entering
- 17 into agreements or engaging in any other activity protected under
- 18 federal law, including the National Labor Relations Act, 29 U.S.C.
- 19 151 et seq., as amended; or
- 20 (2) Interfere with labor relations of parties that are
- 21 protected under federal law, including the National Labor Relations
- 22 Act, 29 U.S.C. 151 et seq., as amended.