LC 2698 2021 Regular Session 11/20/20 (TSB/ps)

DRAFT

SUMMARY

Provides that specifications for public improvement contracts and contracts for public works must require adherence to current seismic safety standards and seismic rehabilitation standards in constructing, reconstructing or performing major renovation on public building or critical infrastructure that is or will be located in area of state that is susceptible to seismic events.

Requires contracting agency to consult with Seismic Safety Policy Advisory Commission to determine if public improvement or public works is or will be located in area of state that is susceptible to seismic events. Requires contracting agency to consult with Department of Consumer and Business Services and local government to determine applicable seismic safety and seismic rehabilitation standards.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

- 2 Relating to requirements for adherence to applicable seismic standards in
- 3 certain public contracts; creating new provisions; amending ORS 279C.345
- and 279C.350; and prescribing an effective date.
- 5 Be It Enacted by the People of the State of Oregon:
- 6 **SECTION 1.** ORS 279C.345 is amended to read:
- 7 279C.345. (1) As used in this section, "public works" has the meaning
- 8 given that term in ORS 279C.800.

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- 9 [(1)] (2) Specifications for public improvement contracts or contracts for
- 10 public works may not expressly or implicitly require any product by any
- 11 brand name or mark, nor the product of any particular manufacturer or
- seller unless the product is exempt under subsection [(2)] (4) of this section.
 - (3)(a) Specifications for public improvement contracts or contracts

- for public works must require adherence to current seismic safety standards and seismic rehabilitation standards in constructing, reconstructing or performing major renovations on public buildings or critical infrastructure that is or will be located in an area of the state that is susceptible to seismic events.
- (b) In preparing specifications for a public improvement contract 6 or contract for public works a contracting agency shall consult with 7 the Seismic Safety Policy Advisory Commission to determine if the 8 proposed public improvement or public works is within an area of the 9 state that is susceptible to seismic events. To determine applicable 10 seismic safety standards and seismic rehabilitation standards to in-11 12 clude within the contract specifications, the contracting agency shall consult with the Department of Consumer and Business Services and 13 any local government within the jurisdiction of which the public im-14 provement or public works will be located, if the local government 15 administers a building code with seismic safety standards or seismic 16 rehabilitation standards. 17
- [(2)] (4) The Director of the Oregon Department of Administrative Services, a local contract review board or, for contracts described in ORS 279A.050 (3)(b), the Director of Transportation may exempt certain products or classes of products from subsection (1) of this section upon any of the following findings:
- (a) [It is unlikely that] The exemption [will] is unlikely to encourage favoritism in the awarding of public improvement contracts or substantially diminish competition for public improvement contracts;
- 26 (b) The specification of a product by brand name or mark, or the product 27 of a particular manufacturer or seller, would result in substantial cost 28 savings to the contracting agency;
- 29 (c) There is only one manufacturer or seller of the product of the quality 30 required; or
- 31 (d) Efficient utilization of existing equipment or supplies requires the

1 acquisition of compatible equipment or supplies.

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SECTION 2. ORS 279C.350 is amended to read:

- 279C.350. (1) Exemptions [granted by] that the Director of the Oregon 3 Department of Administrative Services grants under ORS 279C.335 (2) or 4 279C.345 [(2)] (4) constitute rulemaking and not contested cases under ORS 5 chapter 183. However, an exemption granted with regard to a specific public 6 7 improvement contract by the Director of the Oregon Department of Administrative Services, or an exemption granted by the Director of Transportation 8 with regard to a specific public improvement contract or class of public im-9 provement contracts described in ORS 279A.050 (3)(b), [shall] must be 10 granted by order. The order [shall] **must** set forth findings supporting the 11 12 decision to grant or deny the request for the exemption. The order is reviewable under ORS 183.484 and does not constitute a contested case order. 13 Jurisdiction for review of the order is with the Circuit Court of Marion 14 County. The court may award costs and attorney fees to the prevailing party. 15
 - (2) Any person except the contracting agency or anyone representing the contracting agency may bring a petition **in the manner provided in ORS 183.400** for a declaratory judgment to test the validity of any rule [adopted by] the Director of the Oregon Department of Administrative Services **adopts** under ORS 279C.335 or 279C.345 [in the manner provided in ORS 183.400].
 - (3) Any person except the contracting agency or anyone representing the contracting agency may bring an action for writ of review under ORS chapter 34 to test the validity of an exemption [granted] a local contract review board grants under ORS 279C.335 or 279C.345 [by a local contract review board].
 - SECTION 3. The amendments to ORS 279C.345 and 279C.350 by sections 1 and 2 of this 2021 Act apply to public improvement contracts or contracts for public works that a contracting agency first advertises or otherwise solicits or, if the contracting agency does not advertise or solicit the public improvement contract or contract for public works, to public improvement contracts or contracts for public works

into which the contracting agency enters on or after the operative date specified in section 4 of this 2021 Act.

SECTION 4. (1) The amendments to ORS 279C.345 and 279C.350 by sections 1 and 2 of this 2021 Act become operative on January 1, 2022.

(2) The Attorney General, the Director of the Oregon Department of Administrative Services, the Director of Transportation and a contracting agency that adopts rules under ORS 279A.065 or 279A.070 may adopt rules and take any other action before the operative date specified in subsection (1) of this section that is necessary to enable the Attorney General, the directors or the contracting agency, on and after the operative date specified in subsection (1) of this section to undertake and exercise all of the duties, functions and powers conferred on the Attorney General, the directors or the contracting agency by the amendments to ORS 279C.345 and 279C.350 by sections 1 and 2 of this 2021 Act.

<u>SECTION 5.</u> This 2021 Act takes effect on the 91st day after the date on which the 2021 regular session of the Eighty-first Legislative Assembly adjourns sine die.