SENATE

. . No. 1507

The Commonwealth of Massachusetts

PRESENTED BY:

Michael O. Moore

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the passage of the accompanying bill:

An Act relative to the definition of fraud in public construction bid laws.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
Michael O. Moore	Second Worcester
Sal N. DiDomenico	Middlesex and Suffolk
Barry R. Finegold	Second Essex and Middlesex
Thomas M. McGee	Third Essex
Brian A. Joyce	Norfolk, Bristol and Plymouth
Katherine M. Clark	Fifth Middlesex
Bruce E. Tarr	First Essex and Middlesex

SENATE No. 1507

By Mr. Michael O. Moore, a petition (accompanied by bill, Senate, No. 1507) of Michael O. Moore, Sal N. DiDomenico, Barry R. Finegold, Thomas M. McGee and other members of the Senate for legislation to define fraud in the public bidding process. State Administration and Regulatory Oversight.

[SIMILAR MATTER FILED IN PREVIOUS SESSION SEE

□ SENATE , NO. *2212* OF 2011-2012.]

The Commonwealth of Massachusetts

In the Year Two Thousand Thirteen

An Act relative to the definition of fraud in public construction bid laws.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. Subsection (a) of section 39M of chapter 30 of the General Laws, as
- 2 appearing in the 2010 Official Edition, is hereby amended by striking out, in lines 21 to 23, the
- 3 words "The undersigned certifies under penalties of perjury that this bid is in all respects bona
- 4 fide, fair and made without collusion or fraud with any other person" and inserting in place
- 5 thereof the following words:-
- The undersigned certifies under penalties of perjury that this bid is in all respects bona
- 7 fide, fair and made without collusion with any other person or fraud. As used in this paragraph
- 8 the word "fraud" shall mean a statement, act or omission relating to a material fact that (i) has
- 9 the natural tendency to be relied upon by or to influence the average person, (ii) is knowingly
- 10 false or misleading or is in reckless disregard of its truth or falsity and (iii) is intended to
- 11 mislead, regardless of whether the statement, act or omission is actually relied upon.
- SECTION 2. Section 44A of chapter 149 of the General Laws, as so appearing, is hereby
- 13 amended by inserting after the definition of "Eligible" the following definition:-

14	"Fraud", a statement, act or omission relating to a material fact that (i) has the natural
15	tendency to be relied upon by or to influence the average person, (ii) is knowingly false or
16	misleading or is in reckless disregard of its truth or falsity and (iii) is intended to mislead,
17	regardless of whether the statement, act or omission is actually relied upon.

- SECTION 3. Section 2 of chapter 149A of the General Laws, as so appearing, is hereby amended by inserting after the definition of "Designer" the following definition:-
- "Fraud", a statement, act or omission relating to a material fact that (i) has the natural tendency to be relied upon by or to influence the average person, (ii) is knowingly false or misleading or is in reckless disregard of its truth or falsity and (iii) is intended to mislead, regardless of whether the statement, act or omission is actually relied upon.
- SECTION 4. Clause (6) of section 19 of said chapter 149A of the General Laws, as so appearing, is hereby amended by striking out the third sentence and inserting in place thereof the following 2 sentences:-
- Any person submitting a bid under this section shall, on such bid, certify as follows: The undersigned certifies under penalties of perjury that this bid is in all respects bona fide, fair and made without collusion with any other person or fraud. As used in this paragraph the word "fraud" shall mean a statement, act or omission relating to a material fact that (i) has the natural tendency to be relied upon by or to influence the average person, (ii) is knowingly false or misleading or is in reckless disregard of its truth or falsity and (iii) is intended to mislead the prequalification committee or awarding authority.