# ASSEMBLY, No. 5064

# STATE OF NEW JERSEY

# 219th LEGISLATURE

INTRODUCED DECEMBER 7, 2020

## **Sponsored by:**

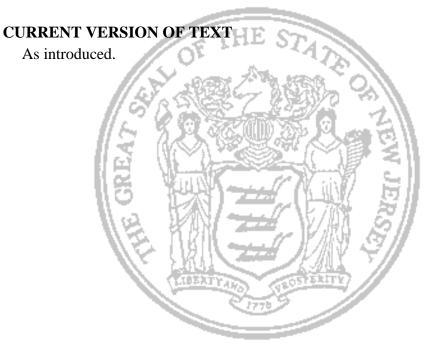
Assemblyman ANTHONY S. VERRELLI District 15 (Hunterdon and Mercer) Assemblyman THOMAS P. GIBLIN District 34 (Essex and Passaic) Assemblyman JOE DANIELSEN District 17 (Middlesex and Somerset)

#### **Co-Sponsored by:**

Assemblymen Armato, Mazzeo, Assemblywomen Jasey, Murphy, Assemblyman Tully, Assemblywoman Swain, Assemblyman Calabrese and Assemblywoman McKnight

#### **SYNOPSIS**

"New Jersey Buy American Act"; requires certain State agency highway and bridge construction contracts to include iron and steel products made in U.S.



(Sponsorship Updated As Of: 3/25/2021)

## A5064 VERRELLI, GIBLIN

**AN ACT** concerning certain highway and bridge contracts and supplementing Title 52 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

7 1. This act shall be known and may be cited as the "New Jersey 8 Buy American Act."

2. As used in P.L. , c. (C. ) (pending before the Legislature as this bill):

"Permanently incorporated" means an iron or steel product that is required to remain in place at the completion of the surface highway or bridge contract, in a fixed location, affixed to the surface highway or bridge to which it was incorporated. Iron and steel products that are capable of being moved from one location to another shall not be considered permanently incorporated into a surface highway or bridge.

"State contracting agency" or "agency" means any of the principal departments in the Executive Branch of State Government, any division, board, bureau, office, commission, or other instrumentality created by a principal department, and any independent State authority.

"Surface highway or bridge contract" means a contract entered into by a State contracting agency involving the construction, reconstruction, alteration, repair, maintenance, or improvement of any surface highway or bridge under the jurisdiction or control of that agency.

3. Notwithstanding the provisions of any law, rule, regulation, or order to the contrary, any surface highway or bridge contract over \$1 million in value and made and awarded by a State contracting agency, shall contain a provision requiring that any iron or steel product used or supplied in the performance of the surface highway or bridge contract, or any subcontract thereto, and permanently incorporated into the surface highway or bridge, shall be produced or made, in whole, or in substantial part as determined by the State contracting agency, in the United States, its territories, or possessions. In the case of a structural iron or structural steel product, all manufacturing shall take place in the United States, from the initial melting stage through the application of coatings, except metallurgical processes involving the refinement of steel additives.

4. The provisions of P.L. , c. (C. ) (pending before the Legislature as this bill) shall not apply to a surface highway or bridge contract if the head of a State contracting agency

## A5064 VERRELLI, GIBLIN

1 constructing a surface highway or bridge, in the head of the 2 agency's sole discretion, determines that:

- 3 a. complying with the provisions of P.L. (C. ) 4 (pending before the Legislature as this bill):
  - (1) would not be in the public interest; or
  - (2) would result in the loss or reduction of federal funding for the surface highway or bridge contract, or the ability to obtain that federal funding would be limited or jeopardized by the agency's , c. compliance with P.L. (C. ) (pending before the Legislature as this bill);
  - b. there is an immediate or emergency need existing for the structural iron or structural steel;
    - c. the structural iron or structural steel is not manufactured in the United States in sufficient and reasonably available quantities or of satisfactory quality or design to meet the State contracting agency's requirements;
- d. obtaining the iron or steel product in the United States would 18 increase the cost of the contract by an unreasonable amount;
  - the iron or steel is necessary for the operation of or repairs of critical infrastructure that is necessary to avoid a delay in the delivery of critical services that could compromise the public welfare;
  - a reciprocal trade agreement or treaty has been negotiated by the State or by the United States government on behalf of or including this State with a foreign nation or government providing for nondiscriminatory governmental procurement practices or policies with that foreign nation or government; or
  - g. the design and environmental studies for the surface highway or bridge project have commenced prior to the effective ) (pending before the Legislature as this date of P.L., c. (C. bill).

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(C. 5. Nothing in P.L. , c. ) (pending before the Legislature as this bill) is intended to contravene any existing treaties, laws, trade agreements, or regulations of the United States or subsequent trade agreements entered into between any foreign countries and this State or the United States. Nothing in P.L., c. (C. ) (pending before the Legislature as this bill) shall be interpreted to require a contractor performing a surface highway or bridge contract to certify that the iron or steel product used in a surface road or bridge pursuant to P.L. , c. (pending before the Legislature as this bill) is made in whole, or in substantial part, in the United States.

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45 6. Any State contracting agency subject to the provisions of 46 (C. ) (pending before the Legislature as this bill) P.L. 47 may establish rules and regulations, pursuant to the "Administrative

Procedure Act," P.L.1968, c.410 (C.52	2:14B-1	et seq.),	as necessary
to implement the provisions of P.L.	, c.	(C.	) (pending
before the Legislature as this bill).			

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7. This act shall take effect immediately but shall not apply to any surface highway or bridge contract that has been previously awarded, or has pending bids or pending requests for proposals issued, as of the effective date of this act.

#### **STATEMENT**

This bill, designated as the "New Jersey Buy American Act," requires all contracts over \$1 million in value and made and awarded by a "State contracting agency," as that term is defined in the bill, for the construction, reconstruction, alteration, repair, maintenance, or improvement of any surface highway or bridge, to contain a provision that any iron or steel product used or supplied in the performance of the contract, or any subcontract thereto, and permanently incorporated into a surface highway or bridge, is to be produced or made in whole or substantial part in the United States, its territories, or possessions.

The bill's provisions would not apply to a surface highway or bridge contract if the head of the State contracting agency, in that person's sole discretion, determines that:

- (1) complying with the provisions of the bill would not be in the public interest, or would result in the loss or reduction of federal funding for the surface highway or bridge contract, or the ability to obtain that federal funding would be limited or jeopardized by the agency's compliance with the bill;
- (2) there is an immediate or emergency need existing for the structural iron or structural steel;
- (3) the structural iron or structural steel is not manufactured in the United States in sufficient and reasonably available quantities or of satisfactory quality or design to meet the State contracting agency's requirements;
- (4) obtaining the iron or steel product in the United States would increase the cost of the contract by an unreasonable amount;
- (5) the iron or steel is necessary for the operation of or repairs of critical infrastructure that is necessary to avoid a delay in the delivery of critical services that could compromise the public welfare;
- (6) a reciprocal trade agreement or treaty has been negotiated by the State or by the United States government on behalf of or including this State with a foreign nation or government providing for nondiscriminatory governmental procurement practices or policies with that foreign nation or government; or

# A5064 VERRELLI, GIBLIN

(7) the design and environmental studies for the surface highway or bridge project have commenced prior to the effective date of the bill.

The bill's provisions are not intended to contravene any existing treaties, laws, trade agreements, or regulations of the United States or subsequent trade agreements entered into between any foreign countries and this State or the United States. Further, nothing in the bill is to be interpreted to require a contractor performing a surface highway or bridge contract to certify that the iron or steel product used in a surface highway or bridge is made in whole, or in substantial part, in the United States.