



September 25, 2026

TO: All Prospective Bidders

RE: Parkridge Renovations PH. 2

This addendum shall be made part of the contract documents.

1. The following is Letter LR-96-01, issued by the HUD Office of Labor relations, addressing labor standards compliance requirements for self-employed laborers and mechanics (also known as working subcontractors).

It is HUD policy that in all cases where laborers and mechanics are employed on Federal prevailing wage covered construction, laborers and mechanics shall be entitled to compensation at the wage rates for not less than the prevailing rate for the type of work they perform regardless of any contractual relationship alleged to exist between a contractor or subcontractor and such laborers and mechanics.

There is no exception to this protection for the self-employed laborers and mechanics, including owners of businesses, sole proprietors, partners, corporate officers or others.

Laborers and mechanics may not certify the payment of their own prevailing wages **except** where the laborer or mechanic is the owner of a business working on the site with his/her own crew.

2. This contract is subject to HUD Section 3 regulations. The purpose of Section 3 is to ensure that consistent with Federal, State and Local laws and regulations, PHAs and other recipients of public housing financial assistance, and their contractors/subcontractors, must make their best efforts to hire Section 3 workers and/or award contracts and subcontracts to business concerns that provide economic opportunities to Section 3 workers.

Section 3 Worker means: any worker who currently fits, or when hired within the past 5 years fits at least one of the following categories, as documented:

(cont)



1. The worker's income for the previous annualized calendar year is below the income limits established by HUD, which is typically 80% of the area median income.
2. The worker is employed by a Section 3 business: or
3. The worker is a YouthBuild participant

Targeted Section 3 Worker means: any Section 3 who currently fits or when Hired within the past 5 years fit, at least one of the following categories as documented:

1. A resident of public housing or Section 8 assisted housing;
2. A resident of other public housing projects or Section 8 assisted housing managed by the PHA that provided assistance;
3. A YouthBuild participant; or
4. The worker is employed by a Section 3 business concern.

A person seeking the training and employment preference provided by Section 3 bears the responsibility of providing evidence (if requested) that the person is eligible for the preference.

Benchmarks for Section 3 participants are:

-25% or more of the total number of labor hours worked by all workers in the recipient's fiscal year are Section 3 Workers; and

-5% or more of the total number of labor hours worked by all workers in the recipient's fiscal year are Targeted Section 3 Workers.

These goals can be met by the Contractor hiring Section 3 workers and/or subcontracting with Section 3 business concerns.

The contractor shall complete and return the Section 3 Certification with the bid.

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3. Contractor shall not include permit prices in the bid. Once the contract is executed, The contractor shall obtain and pay for the necessary permits. The contractor shall provide the permit invoice to the owner for reimbursement. The actual permit cost and the time associated with document preparation will be reimbursed, with no additional passed on cost mark-up from a subcontractor to the general contractor.
4. This project is being bid on Pennbid/ Euna Procurement site. There are no Provisions to submit bids in any other manner. The owner does not have the ability to assist the contractor with any aspect of the submission process. The contractor shall allow sufficient time prior to the bid opening to download the required documents.
5. This contract is subject to the Build America, Buy America Act (BABA) requirements under Title IX of the Infrastructure Investment and Jobs Act ("IIJA"), Pub. L. 177-58. Absent an approved waiver, all iron, steel, manufactured products, and construction materials used in this project must be produced in the United States, as further outlined by the Office of Management and Budget's Memorandum M-22-11, Initial Implementation Guidance on Application' of Buy America Preference in Federal Financial Assistance Programs for Infrastructure, April 18, 2022.

Contractor shall include Manufacturer's Certification for BABA requirements with all applicable submittals. Contractor shall comply with BABA requirements, including coordination with manufacturers, distributors, and suppliers to correct deficiencies in any BABA documentation.

Applicable Waivers

Up to a maximum of 5% of the total cost of material, equipment or products for any project is not subject to BABA requirements. For example, if the total cost of material, equipment or products for a project is \$1,000,000, \$50,000 of the material, equipment or products is not required to meet BABA requirements.

BABA requirements do not apply to contracts under \$250,000.

Definitions:

Build America, Buy America Act (BABA) - Requirements instituted by the

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Bipartisan Infrastructure Law of 2021 mandating domestic preference that all iron and steel, manufactured products, and construction materials are produced in the United States.

Construction Materials - Those articles, materials, or supply - other than an item of primarily iron or steel; a manufactured product; cement and cementitious materials; aggregates such as stone, sand, or gravel; or aggregate binding agents or additives - that are or consist primarily of: non ferrous metals, plastic and polymer-based products, glass, lumber or drywall.

Manufactured Product - Items assembled out of components, or otherwise made or processed from raw materials into finished products. Manufactured products must be manufactured (assembled) in the United States, and the cost of components that were mined, produced, or manufactured in the United States must be greater than 55 percent of the total cost of all components of the project

Manufacturer's Certification - Documentation provided by a Manufacturer, certifying that the items provided by Manufacturer meet the domestic preference requirements of BABA.

6. Workers performing electrical demolition, rough and finish electrical work, including lighting and outlet installation shall be under the Electrical classification.
7. Workers performing rough and finish plumbing related work shall be under the Plumbing classification.
8. Workers performing heating related work shall be under the Plumbing classification.
9. Workers performing drywall installation and finish work shall be under the Carpenter classification.
10. Workers performing flooring related work, such as underlayment, VCT or sheet vinyl installation shall be under the Carpenter classification.
11. Workers performing door installation, interior trim installation(such as door casing, window casing, baseboard, shelving supports and bathroom accessories) shall be under the Carpenter classification.

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12. Worker performing window installation and related work shall be under the Carpenter classification.

Please acknowledge receipt of Addendum No. 1 on pages 2B of the Bid and Acceptance Sheet.

If you have any questions, do not hesitate to contact me at 610-483-0322.

Sincerely,

A handwritten signature in blue ink, appearing to read "Scott Speshok".

Scott Speshok
Capital Improvements Manager