By the Committee on Regulated Industries; and Senator Clary

580-1783-05

1	A bill to be entitled
2	An act relating to professional services
3	acquisition; amending s. 287.055, F.S.;
4	revising certain definitions; defining the term
5	"negotiate"; providing additional criteria for
6	processing bids to purchase professional
7	services which exceed certain threshold
8	amounts; revising criteria for the competitive
9	selection of bids to purchase professional
10	services; providing an effective date.
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12	Be It Enacted by the Legislature of the State of Florida:
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14	Section 1. Paragraphs (d) and (g) of subsection (2),
15	paragraph (a) of subsection (3), and paragraphs (b) and (c) of
16	subsection (4) of section 287.055, Florida Statutes, are
17	amended, and paragraph (1) is added to subsection (2) of that
18	section, to read:
19	287.055 Acquisition of professional architectural,
20	engineering, landscape architectural, or surveying and mapping
21	services; definitions; procedures; contingent fees prohibited;
22	penalties
23	(2) DEFINITIONSFor purposes of this section:
24	(d) "Compensation" means the total amount paid by the
25	agency for professional services regardless of whether stated
26	as compensation or stated as hourly rates, overhead rates, or
27	other figures or formulas from which compensation can be
28	calculated.
29	(g) A "continuing contract" is a contract for
30	professional services entered into in accordance with all the
31	procedures of this act between an agency and a firm whereby

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the firm provides professional services to the agency for projects in which construction costs do not exceed \$1 million, for study activity when the fee for such professional service does not exceed \$50,000, or for work of a specified nature as outlined in the contract required by the agency, with no time limitation except that the contract must provide a termination clause. Firms providing professional services under continuing contracts shall not be required to bid against one another.

- (1) "Negotiate" or any form of that word means to conduct legitimate, arms length discussions and conferences to reach an agreement on a term or price. For purposes of this section, the term does not include presentation of flat-fee schedules with no alternatives or discussion.
- (3) PUBLIC ANNOUNCEMENT AND QUALIFICATION PROCEDURES.--
- (a)1. Each agency shall publicly announce, in a uniform and consistent manner, each occasion when professional services must be purchased for a project the basic construction cost of which is estimated by the agency to exceed the threshold amount provided in s. 287.017 for CATEGORY FIVE or for a planning or study activity when the fee for professional services exceeds the threshold amount provided in s. 287.017 for CATEGORY TWO, except in cases of valid public emergencies certified by the agency head. The public notice must include a general description of the project and must indicate how interested consultants may apply for consideration.
 - 2. Each agency shall provide a good faith estimate in determining whether the proposed activity meets the threshold amounts referred to in this paragraph.
 - (4) COMPETITIVE SELECTION. --

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(b) The agency shall select in order of preference no fewer than three firms deemed to be the most highly qualified to perform the required services. In determining whether a firm is qualified, the agency shall consider such factors as the ability of professional personnel; whether a firm is a certified minority business enterprise; past performance; proven capability willingness to meet time and budget requirements; location, if the agency has adopted a local-preference program; recent, current, and projected workloads of the firms; and the volume of work previously awarded to each firm by the agency, with the object of effecting an equitable distribution of contracts among qualified firms, provided such distribution does not violate the principle of selection of the most highly qualified firms. The agency may request, accept, and consider proposals for the compensation to be paid under the contract only during competitive negotiations under subsection (5).

service contract for a project the basic construction cost of which is estimated by the agency to be not in excess of the threshold amount provided in s. 287.017 for CATEGORY FIVE or for a planning or study activity when the fee for professional services is not in excess of the threshold amount provided in s. 287.017 for CATEGORY TWO. However, if, in using another procurement process, the average of the compensation proposed by firms is in excess of the appropriate threshold amount, the agency shall reject all proposals and reinitiate the procurement pursuant to this subsection.

Section 2. This act shall take effect July 1, 2005.

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1	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN
2	COMMITTEE SUBSTITUTE FOR <u>Senate Bill 1784</u>
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4	The committee Substitute (CS) deletes the provision that an agency must reject all bids and proceed with competitive
5	negotiations if the average of all responsive bids was above the threshold amount established in the bill.
6	The CS provides for consideration of proven capability and of
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8	willingness and the recent, current, and projected firm workloads from consideration
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