2007

1	A bill to be entitled
2	An act relating to procurement of personal property and
3	services; creating s. 287.046, F.S.; authorizing local
4	governments to select construction management entities and
5	program management entities; specifying the
6	responsibilities of such entities; providing procedures
7	and requirements with respect to such entities; providing
8	construction of the section; amending s. 287.055, F.S.;
9	revising the definition of "continuing contract"; revising
10	provisions relating to the award of design-build contracts
11	for professional architectural, engineering, landscape
12	architectural, or surveying and mapping services by
13	municipalities, political subdivisions, school districts,
14	and school boards; amending s. 287.057, F.S.; requiring
15	that additional types of contracts by state agencies be
16	procured by competitive solicitation; providing
17	severability; providing an effective date.
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19	Be It Enacted by the Legislature of the State of Florida:
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21	Section 1. Section 287.046, Florida Statutes, is created
22	to read:
23	287.046 Construction management entities; program
24	management entities
25	(1) "Local government" as used in this section means a
26	county, municipality, or special district as defined in chapter
27	189, or other political subdivision of the state.
28	(2) A local government may select a construction
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29	management entity, pursuant to the process provided by s.
30	287.055, that would be responsible for construction project
31	scheduling and coordination in both preconstruction and
32	construction phases and is generally responsible for the
33	successful, timely, and economical completion of the
34	construction project. The construction management entity must
35	consist of or contract with licensed or registered professionals
36	for the specific fields or areas of construction to be
37	performed, as required by law. The construction management
38	entity may retain necessary design professionals selected under
39	the process provided in s. 287.055. At the option of the local
40	government, the construction management entity, after having
41	been selected and after competitive negotiations, may be
42	required to offer either a guaranteed maximum price and a
43	guaranteed completion date or a lump-sum price and a guaranteed
44	completion date, in which case the construction management
45	entity must secure an appropriate surety bond pursuant to s.
46	255.05 and must hold construction subcontracts. If a project, as
47	defined in s. 287.055(2)(f), solicited by a local government
48	under the process provided in s. 287.055 includes a grouping of
49	substantially similar construction, rehabilitation, or
50	renovation activities as permitted under s. 287.055(2)(f), the
51	local government, after competitive negotiations, may require
52	the construction management entity to provide for a separate
53	guaranteed maximum price or a separate lump-sum price and a
54	separate guaranteed completion date for each grouping of
55	substantially similar construction, rehabilitation, or
56	renovation activities included within the project.
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57 (3) A local government may select a program management 58 entity, pursuant to the process provided by s. 287.055, that would be responsible for schedule control, cost control, and 59 60 coordination in providing or procuring planning, design, and 61 construction services. The program management entity must consist of or contract with licensed or registered professionals 62 63 for the specific areas of design or construction to be performed 64 as required by law. The program management entity may retain necessary design professionals selected under the process 65 66 provided in s. 287.055. At the option of the local government, the program management entity, after having been selected and 67 after competitive negotiations, may be required to offer either 68 69 a quaranteed maximum price and a quaranteed completion date or a 70 lump-sum price and a guaranteed completion date, in which case 71 the program management entity must secure an appropriate surety 72 bond pursuant to s. 255.05 and must hold design and construction 73 subcontracts. If a project, as defined in s. 287.055(2)(f), 74 solicited by a local government under the process provided in s. 75 287.055 includes a grouping of substantially similar 76 construction, rehabilitation, or renovation activities as 77 permitted under s. 287.055(2)(f), the local government, after 78 competitive negotiations, may require the program management 79 entity to provide for a separate guaranteed maximum price or a 80 lump sum price and a separate quaranteed completion date for each grouping of substantially similar construction, 81 rehabilitation, or renovation activities included within the 82 83 project. (4) Nothing in this section shall be construed to prohibit 84 Page 3 of 7

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85 a local government from procuring construction management

86 <u>services</u>, including the services of a program management entity, 87 pursuant to the requirements of s. 255.20.

88 Section 2. Paragraph (g) of subsection (2) and paragraph 89 (c) of subsection (9) of section 287.055, Florida Statutes, are 90 amended to read:

91 287.055 Acquisition of professional architectural, 92 engineering, landscape architectural, or surveying and mapping 93 services; definitions; procedures; contingent fees prohibited; 94 penalties.--

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(2) DEFINITIONS.--For purposes of this section:

(g) A "continuing contract" is a contract for professional 96 services entered into in accordance with all the procedures of 97 98 this act between an agency and a firm whereby the firm provides 99 professional services to the agency for projects in which 100 construction costs do not exceed \$1.5 million \$1 million, for study activity when the fee for such professional service does 101 not exceed \$150,000 \$50,000, or for work of a specified nature 102 103 as outlined in the contract required by the agency, with no time limitation except that the contract must provide a termination 104 105 clause. Firms providing professional services under continuing 106 contracts shall not be required to bid against one another.

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(9) APPLICABILITY TO DESIGN-BUILD CONTRACTS.--

(c) Except as otherwise provided in s. 337.11(7), the Department of Management Services shall adopt rules for the award of design-build contracts to be followed by state agencies. Each other agency must adopt rules or ordinances for the award of design-build contracts. Municipalities, political Page 4 of 7

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subdivisions, school districts, and school boards shall award 113 114 design-build contracts by the use of a competitive proposal selection process as described in this subsection, or by the use 115 116 of a qualifications-based selection process pursuant to 117 subsections (3), (4), and (5) for entering into a contract whereby the selected firm will, subsequent to competitive 118 119 negotiations, subsequently establish either a guaranteed maximum price and guaranteed completion date or a lump-sum price and 120 121 guaranteed completion date. If the procuring agency elects the option of qualifications-based selection, during the selection 122 123 of the design-build firm the procuring agency shall employ or retain a licensed design professional appropriate to the project 124 to serve as the agency's representative. Procedures for the use 125 of a competitive proposal selection process must include as a 126 minimum the following: 127

1281. The preparation of a design criteria package for the129design and construction of the public construction project.

The qualification and selection of no fewer than three
 design-build firms as the most qualified, based on the
 qualifications, availability, and past work of the firms,
 including the partners or members thereof.

3. The criteria, procedures, and standards for the
evaluation of design-build contract proposals or bids, based on
price, technical, and design aspects of the public construction
project, weighted for the project.

4. The solicitation of competitive proposals, pursuant to
a design criteria package, from those qualified design-build
firms and the evaluation of the responses or bids submitted by
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141 those firms based on the evaluation criteria and procedures 142 established prior to the solicitation of competitive proposals. For consultation with the employed or retained design 143 5. 144 criteria professional concerning the evaluation of the responses 145 or bids submitted by the design-build firms, the supervision or 146 approval by the agency of the detailed working drawings of the 147 project; and for evaluation of the compliance of the project construction with the design criteria package by the design 148 criteria professional. 149 In the case of public emergencies, for the agency head 150 6. 151 to declare an emergency and authorize negotiations with the best 152 qualified design-build firm available at that time. Section 3. Subsection (27) is added to section 287.057, 153 154 Florida Statutes, to read: 287.057 Procurement of commodities or contractual 155 156 services.--157 (27) An agency must procure a contract by competitive 158 solicitation if the contract authorizes a contractor to use 159 governmental authority to provide a service to public or private 160 entities or authorizes a contractor to use government property 161 for the purpose of selling goods or services and if, over the 162 contract term, the sum of estimated gross revenues to be generated under the contract for the state, the contractor, or 163 both exceeds the threshold amount for CATEGORY TWO in s. 164 165 287.017. Section 4. If any provision of this act or the application 166 thereof to any person or circumstance is held invalid, the 167 invalidity shall not affect other provisions or applications of 168

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169	t	he	act	which	can	be	given	effect	without	the	invalid	provision

170	or	application,	and	to	this	end	the	provisions	of	this	act	are
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- 171 declared severable.
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Section 5. This act shall take effect July 1, 2007.

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