Bill No. <u>CS for SB 1928</u>

## Barcode 465024

	CHAMBER ACTION <u>Senate</u> <u>House</u>				
1	Comm: TP .				
2	04/12/2007 09:44 PM				
3					
4					
5					
6					
7					
8					
9					
10					
11	The Committee on Community Affairs (Haridopolos) recommended				
12	the following amendment:				
13					
14	Senate Amendment (with title amendment)				
15	On page 20, line 25, through				
16	page 21, line 2, delete those lines				
17					
18	and insert:				
19	Section 10. Subsections (1) and (2) of section 255.20,				
20	Florida Statutes, are amended to read:				
21	255.20 Local bids and contracts for public				
22	construction works; specification of state-produced lumber				
23	(1) A county, municipality, special district as				
24	defined in chapter 189, or other political subdivision of the				
25	state seeking to construct or improve a public building,				
26	structure, or other public construction works must				
27	competitively award to an appropriately licensed contractor				
28	each project that is estimated in accordance with generally				
29	accepted cost-accounting principles to have total construction				
30	project costs of more than $$400,000$ $$200,000$ . For electrical				
31	work, local government must competitively award to an				
	4:56 PM 04/10/07 s1928clc-ca26-k0a				

COMMITTEE AMENDMENT

Bill No. CS for SB 1928

### Barcode 465024

1 appropriately licensed contractor each project that is estimated in accordance with generally accepted 2 cost-accounting principles to have a cost of more than 3 4  $$100,000 \quad \frac{550,000}{0}$ . As used in this section, the term "competitively award" means to award contracts based on the 5 submission of sealed bids, proposals submitted in response to 6 7 a request for proposal, proposals submitted in response to a request for qualifications, or proposals submitted for 8 competitive negotiation. This subsection expressly allows 9 10 contracts for construction management services, design/build 11 contracts, continuation contracts based on unit prices, and any other contract arrangement with a private sector 12 13 contractor permitted by any applicable municipal or county ordinance, by district resolution, or by state law. For 14 15 purposes of this section, construction costs include the cost of all labor, except inmate labor, and include the cost of 16 equipment and materials to be used in the construction of the 17 project. Subject to the provisions of subsection (3), the 18 19 county, municipality, special district, or other political 20 subdivision may establish, by municipal or county ordinance or special district resolution, procedures for conducting the 21 22 bidding process.

(a) Notwithstanding any other law to the contrary, a 23 24 county, municipality, special district as defined in chapter 189, or other political subdivision of the state seeking to 25 construct or improve bridges, roads, streets, highways, or 26 railroads, and services incidental thereto, at costs in excess 27 28 of \$250,000 may require that persons interested in performing 29 work under contract first be certified or qualified to perform such work. Any contractor may be considered ineligible to bid 30 31 by the governmental entity if the contractor is behind on 2 4:56 PM 04/10/07 s1928c1c-ca26-k0a

COMMITTEE AMENDMENT

Bill No. CS for SB 1928

#### Barcode 465024

1 completing an approved progress schedule for the governmental entity by 10 percent or more at the time of advertisement of 2 the work. Any contractor prequalified and considered eligible 3 4 by the Department of Transportation to bid to perform the type of work described under the contract shall be presumed to be 5 qualified to perform the work described. The governmental 6 7 entity may provide an appeal process to overcome that presumption with de novo review based on the record below to 8 the circuit court. 9

10 (b) With respect to contractors not prequalified with 11 the Department of Transportation, the governmental entity shall publish prequalification criteria and procedures prior 12 13 to advertisement or notice of solicitation. Such publications shall include notice of a public hearing for comment on such 14 15 criteria and procedures prior to adoption. The procedures shall provide for an appeal process within the authority for 16 objections to the prequalification process with de novo review 17 based on the record below to the circuit court within 30 days. 18 (c) The provisions of this subsection do not apply: 19 1. When the project is undertaken to replace, 20 reconstruct, or repair an existing facility damaged or 21 22 destroyed by a sudden unexpected turn of events, such as an act of God, riot, fire, flood, accident, or other urgent 23 24 circumstances, and such damage or destruction creates: a. An immediate danger to the public health or safety; 25 b. Other loss to public or private property which 26 requires emergency government action; or 27 28 c. An interruption of an essential governmental 29 service. 2. When, after notice by publication in accordance 30 with the applicable ordinance or resolution, the governmental 31 3 4:56 PM 04/10/07 s1928c1c-ca26-k0a

COMMITTEE AMENDMENT

Bill No. CS for SB 1928

### Barcode 465024

1 entity does not receive any responsive bids or responses. 3. To construction, remodeling, repair, or improvement 2 to a public electric or gas utility system when such work on 3 4 the public utility system is performed by personnel of the 5 system. б 4. To construction, remodeling, repair, or improvement 7 by a utility commission whose major contracts are to construct and operate a public electric utility system. 8 9 5. When the project is undertaken as repair or 10 maintenance of an existing public facility. 11 6. When the project is undertaken exclusively as part of a public educational program. 12 7. When the funding source of the project will be 13 diminished or lost because the time required to competitively 14 15 award the project after the funds become available exceeds the 16 time within which the funding source must be spent. 8. When the local government has competitively awarded 17 a project to a private sector contractor and the contractor 18 has abandoned the project before completion or the local 19 20 government has terminated the contract. 21 9. When the governing board of the local government, 22 after public notice, conducts a public meeting under s. 286.011 and finds by a majority vote of the governing board 23 24 that it is in the public's best interest to perform the project using its own services, employees, and equipment. The 25 public notice must be published at least 14 days prior to the 26 date of the public meeting at which the governing board takes 27 final action to apply this subparagraph. The notice must 28 29 identify the project, the estimated cost of the project, and specify that the purpose for the public meeting is to consider 30 31 whether it is in the public's best interest to perform the 4 4:56 PM 04/10/07 s1928c1c-ca26-k0a

COMMITTEE AMENDMENT

Bill No. CS for SB 1928

#### Barcode 465024

1 project using the local government's own services, employees, and equipment. In deciding whether it is in the public's best 2 interest for local government to perform a project using its 3 4 own services, employees, and equipment, the governing board may consider the cost of the project, whether the project 5 requires an increase in the number of government employees, an 6 7 increase in capital expenditures for public facilities, equipment or other capital assets, the impact on local 8 economic development, the impact on small and minority 9 10 business owners, the impact on state and local tax revenues, 11 whether the private sector contractors provide health insurance and other benefits equivalent to those provided by 12 the local government, and any other factor relevant to what is 13 in the public's best interest. 14 15 10. When the governing board of the local government determines upon consideration of specific substantive criteria 16 and administrative procedures that it is in the best interest 17 of the local government to award the project to an 18 appropriately licensed private sector contractor according to 19 20 procedures established by and expressly set forth in a 21 charter, ordinance, or resolution of the local government 22 adopted prior to July 1, 1994. The criteria and procedures must be set out in the charter, ordinance, or resolution and 23 24 must be applied uniformly by the local government to avoid award of any project in an arbitrary or capricious manner. 25 This exception shall apply when all of the following occur: 26 a. When the governing board of the local government, 27 after public notice, conducts a public meeting under s. 28 286.011 and finds by a two-thirds vote of the governing board 29 30 that it is in the public's best interest to award the project 31 according to the criteria and procedures established by 4:56 PM 04/10/07 s1928c1c-ca26-k0a

COMMITTEE AMENDMENT

Bill No. <u>CS for SB 1928</u>

# Barcode 465024

1	charter, ordinance, or resolution. The public notice must be			
2	published at least 14 days prior to the date of the public			
3	meeting at which the governing board takes final action to			
4	apply this subparagraph. The notice must identify the project,			
5	the estimated cost of the project, and specify that the			
6	purpose for the public meeting is to consider whether it is in			
7	the public's best interest to award the project using the			
8	criteria and procedures permitted by the preexisting			
9	ordinance.			
10	b. In the event the project is to be awarded by any			
11	method other than a competitive selection process, the			
12	governing board must find evidence that:			
13	(I) There is one appropriately licensed contractor who			
14	is uniquely qualified to undertake the project because that			
15	contractor is currently under contract to perform work that is			
16	affiliated with the project; or			
17	(II) The time to competitively award the project will			
18	jeopardize the funding for the project, or will materially			
19	increase the cost of the project or will create an undue			
20	hardship on the public health, safety, or welfare.			
21	c. In the event the project is to be awarded by any			
22	method other than a competitive selection process, the			
23	published notice must clearly specify the ordinance or			
24	resolution by which the private sector contractor will be			
25	selected and the criteria to be considered.			
26	d. In the event the project is to be awarded by a			
27	method other than a competitive selection process, the			
28	architect or engineer of record has provided a written			
29	recommendation that the project be awarded to the private			
30	sector contractor without competitive selection; and the			
31	consideration by, and the justification of, the government			
	6 4:56 PM 04/10/07 51928clc-ca26-k0a			

COMMITTEE AMENDMENT

Bill No. CS for SB 1928

### Barcode 465024

1 body are documented, in writing, in the project file and are presented to the governing board prior to the approval 2 required in this paragraph. 3 4 11. To projects subject to chapter 336. (d)1. If the project is to be awarded based on price, 5 б the contract must be awarded to the lowest qualified and 7 responsive bidder in accordance with the applicable county or municipal ordinance or district resolution and in accordance 8 with the applicable contract documents. The county, 9 10 municipality, or special district may reserve the right to 11 reject all bids and to rebid the project or elect not to proceed with the project. This subsection is not intended to 12 13 restrict the rights of any local government to reject the low bid of a nonqualified or nonresponsive bidder and to award the 14 15 contract to any other qualified and responsive bidder in accordance with the standards and procedures of any applicable 16 county or municipal ordinance or any resolution of a special 17 district. 18 19 2. If the project uses a request for proposal or a 20 request for qualifications, the request must be publicly 21 advertised and the contract must be awarded in accordance with 22 the applicable local ordinances. 3. If the project is subject to competitive 23 2.4 negotiations, the contract must be awarded in accordance with s. 287.055. 25 (e) If a construction project greater than \$400,000 26 27 <del>\$200,000</del>, or<u>\$100,000</u> <del>\$50,000</del> for electrical work, is started after October 1, 1999, and is to be performed by a local 28 29 government using its own employees in a county or municipality that issues registered contractor licenses and the project 30 31 would require a licensed contractor under chapter 489 if 4:56 PM 04/10/07 s1928c1c-ca26-k0a

COMMITTEE AMENDMENT

Bill No. <u>CS for SB 1928</u>

# Barcode 465024

1	performed by a private sector contractor, the local government					
2	must use a person appropriately registered or certified under					
3	chapter 489 to supervise the work.					
4	(f) If a construction project greater than <u>\$400,000</u>					
5	3200,000, or <u>\$100,000</u> $350,000$ for electrical work, is started					
6	after October 1, 1999, and is to be performed by a local					
7	government using its own employees in a county that does not					
8	issue registered contractor licenses and the project would					
9	require a licensed contractor under chapter 489 if performed					
10	by a private sector contractor, the local government must use					
11	a person appropriately registered or certified under chapter					
12	489 or a person appropriately licensed under chapter 471 to					
13	supervise the work.					
14	(g) Projects performed by a local government using its					
15	own services and employees must be inspected in the same					
16	manner as inspections required for work performed by private					
17	sector contractors.					
18	(h) A construction project provided for in this					
19	subsection may not be divided into more than one project for					
20	the purpose of evading this subsection.					
21	(i) This subsection does not preempt the requirements					
22	of any small-business or disadvantaged-business enterprise					
23	program or any local-preference ordinance.					
24	(2) The threshold amount of <u>\$400,000</u> <del>\$200,000</del> for					
25	construction or $\frac{$100,000}{$50,000}$ for electrical work must be					
26	adjusted by the percentage change in the Consumer Price Index					
27	from January 1, $2007$ $1994$ , to January 1 of the year in which					
28	the project is scheduled to begin.					
29						
30						
31	8					
	4:56 PM 04/10/07 s1928clc-ca26-k0a					
	1					

	Florida Senate - 2007		COMMITTEE AMENDMENT					
	Bill No. <u>CS for SB 1928</u>							
Barcode 465024								
1	1   ========== T I T L E A M E N D M E N T ================================							
2	And the title is amended as fo	ollows:						
3	On page 2, line 14, de	lete "a thresh	nold"					
4								
5	and insert:							
6	thresholds							
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								
31		9						
	4:56 PM 04/10/07		s1928c1c-ca26-k0a					