House



LEGISLATIVE ACTION

Senate Comm: WD 04/19/2019

The Committee on Appropriations (Albritton) recommended the following:

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Senate Amendment (with title amendment)

Delete everything after the enacting clause

and insert:

Section 1. Section 334.179, Florida Statutes, is created to read:

<u>334.179 Departmental standards or specifications for</u> permissible use of aggregates.—Notwithstanding any law, rule, or ordinance to the contrary, a local government may not adopt standards or specifications that are contrary to the

11	departmental standards or specifications for permissible use of
12	aggregates that have been certified for use. For purposes of
13	this section, the term "certified for use" means that the
14	aggregates have been certified by the producer in accordance
15	with departmental rule. This section does not apply to a
16	multicounty independent special district created by a special
17	act of the Legislature.
18	Section 2. Present subsection (5) of section 336.044,
19	Florida Statutes, is redesignated as subsection (6), and a new
20	subsection (5) is added to that section, to read:
21	336.044 Use of recyclable materials in construction
22	(5) Notwithstanding any law, rule, or ordinance to the
23	contrary, local governmental entities may not adopt standards or
24	specifications that are contrary to the departmental standards
25	or specifications for permissible use of reclaimed asphalt
26	pavement material in construction. For purposes of this section,
27	such material may not be considered solid waste.
28	Section 3. Subsection (1) of section 337.025, Florida
29	Statutes, is amended to read:
30	337.025 Innovative <u>transportation</u> highway projects;
31	department to establish program
32	(1) The department <u>may</u> is authorized to establish a program
33	for <u>transportation</u> highway projects demonstrating innovative
34	techniques of highway and bridge design, construction,
35	maintenance, and finance which have the intended effect of
36	measuring resiliency and structural integrity and controlling
37	time and cost increases on construction projects. Such
38	techniques may include, but are not limited to, state-of-the-art
39	technology for pavement, safety, and other aspects of highway

40 and bridge design, construction, and maintenance; innovative bidding and financing techniques; accelerated construction 41 42 procedures; and those techniques that have the potential to 43 reduce project life cycle costs. To the maximum extent practical, the department must use the existing process to award 44 45 and administer construction and maintenance contracts. When specific innovative techniques are to be used, the department is 46 47 not required to adhere to those provisions of law that would 48 prevent, preclude, or in any way prohibit the department from 49 using the innovative technique. However, before prior to using 50 an innovative technique that is inconsistent with another 51 provision of law, the department must document in writing the 52 need for the exception and identify what benefits the traveling 53 public and the affected community are anticipated to receive. 54 The department may enter into no more than \$120 million in 55 contracts annually for the purposes authorized by this section.

Section 4. Subsections (1) and (7) of section 337.14, Florida Statutes, are amended to read:

337.14 Application for qualification; certificate of qualification; restrictions; request for hearing.-

60 (1) Any contractor person desiring to bid for the performance of any construction contract in excess of \$250,000 61 62 which the department proposes to let must first be certified by 63 the department as qualified pursuant to this section and rules 64 of the department. The rules of the department must shall 65 address the qualification of contractors persons to bid on 66 construction contracts in excess of \$250,000 and must shall include requirements with respect to the equipment, past record, 67 experience, financial resources, and organizational personnel of 68

Page 3 of 10

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69 the applying contractor which are applicant necessary to perform 70 the specific class of work for which the contractor person seeks certification. Any contractor who is not qualified and is in 71 72 good standing with the department as of January 1, 2019, and who 73 desires to bid on contracts in excess of \$50 million must have 74 satisfactorily completed two projects, each in excess of \$15 75 million, for the department or for any other state department of 76 transportation. The department may limit the dollar amount of 77 any contract upon which a contractor person is qualified to bid or the aggregate total dollar volume of contracts such 78 79 contractor person is allowed to have under contract at any one 80 time. Each applying contractor applicant seeking qualification 81 to bid on construction contracts in excess of \$250,000 shall 82 furnish the department a statement under oath, on such forms as 83 the department may prescribe, setting forth detailed information 84 as required on the application. Each application for 85 certification must shall be accompanied by an audited, certified 86 financial statement prepared in accordance with generally accepted accounting principles and generally accepted auditing 87 88 standards by a certified public accountant licensed under state 89 law or licensed by another state. Each audited, certified 90 financial statement must be for the applying contractor and must 91 have been prepared within the immediately preceding 12-month period. The department may not consider any financial 92 93 information of the parent entity of the applying contractor, if 94 any. The department may not certify as qualified any applying 95 contractor that fails to submit the audited, certified financial 96 statement as required under this subsection the latest annual 97 financial statement of the applicant completed within the last

98 12 months. If the application or the annual financial statement 99 shows the financial condition of the applying contractor 100 applicant more than 4 months prior to the date on which the 101 application is received by the department, then the applying 102 contractor must also submit an interim, audited financial 103 statement prepared in accordance with generally accepted 104 accounting principles and generally accepted auditing standards 105 by a certified public accountant licensed under state law or 106 licensed by another state an interim financial statement must be 107 submitted and be accompanied by an updated application. The 108 interim financial statement must cover the period from the end date of the annual statement and must show the financial 109 110 condition of the applying contractor applicant no more than 4 111 months prior to the date that the interim financial statement is 112 received by the department. However, upon the request of by the applying contractor applicant, an application and accompanying 113 114 annual or interim financial statement received by the department 115 within 15 days after either 4-month period under this subsection 116 shall be considered timely. Each required annual or interim 117 financial statement must be audited and accompanied by the 118 opinion of a certified public accountant. An applying contractor 119 applicant desiring to bid exclusively for the performance of 120 construction contracts with proposed budget estimates of less 121 than \$1 million may submit reviewed annual or reviewed interim 122 financial statements prepared by a certified public accountant. 123 The information required by this subsection is confidential and 124 exempt from the provisions of s. 119.07(1). The department shall 125 act upon the application for qualification within 30 days after the department determines that the application is complete. The 126



127 department may waive the requirements of this subsection for 128 projects having a contract price of \$500,000 or less if the 129 department determines that the project is of a noncritical 130 nature and the waiver will not endanger public health, safety, 131 or property.

132 (7) A "contractor" as defined in s. 337.165(1)(d) or his or her "affiliate" as defined in s. 337.165(1)(a) gualified with 133 134 the department under this section may not also qualify under s. 135 287.055 or s. 337.105 to provide testing services, construction, 136 engineering, and inspection services to the department. This 137 limitation does not apply to any design-build prequalification 138 under s. 337.11(7) and does not apply when the department 139 otherwise determines by written order entered at least 30 days 140 before advertisement that the limitation is not in the best 141 interests of the public with respect to a particular contract 142 for testing services, construction, engineering, and inspection services. This subsection does not authorize a contractor to 143 144 provide testing services, or provide construction, engineering, 145 and inspection services, to the department in connection with a 146 construction contract under which the contractor is performing 147 any work. Notwithstanding any other provision of law to the contrary, for a project that is wholly or partially funded by 148 149 the department and administered by a local governmental entity, 150 except for a seaport listed in s. 311.09, the entity performing 151 design and construction engineering and inspection services may 152 not be the same entity. 153 Section 5. Subsection (1) of section 337.185, Florida 154 Statutes, is amended to read:

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337.185 State Arbitration Board.-

Page 6 of 10

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156 (1) To facilitate the prompt settlement of claims for 157 additional compensation arising out of construction and 158 maintenance contracts between the department and the various 159 contractors with whom it transacts business, the Legislature 160 does hereby establish the State Arbitration Board, referred to 161 in this section as the "board." For the purpose of this section, 162 the term "claim" means the aggregate of all outstanding claims 163 by a party arising out of a construction or maintenance 164 contract. Every contractual claim in an amount up to \$250,000 per contract or, at the claimant's option, up to \$1 million 165 166 \$500,000 per contract or, upon agreement of the parties, up to 167 \$2 million \$1 million per contract which that cannot be resolved 168 by negotiation between the department and the contractor must 169 shall be arbitrated by the board after acceptance of the project 170 by the department. As an exception, either party to the dispute may request that the claim be submitted to binding private 171 172 arbitration. A court of law may not consider the settlement of 173 such a claim until the process established by this section has 174 been exhausted. 175 Section 6. Paragraph (a) of subsection (3) of section 176 338.26, Florida Statutes, is amended to read: 177 338.26 Alligator Alley toll road.-178 (3) (a) Fees generated from tolls shall be deposited in the State Transportation Trust Fund and shall be used: 179 180 1. To reimburse outstanding contractual obligations;

181 2. To operate and maintain the highway and toll facilities,182 including reconstruction and restoration;

183 3. To pay for those projects that are funded with Alligator184 Alley toll revenues and that are contained in the 1993-1994



185 adopted work program or the 1994-1995 tentative work program 186 submitted to the Legislature on February 22, 1994; and

187 4. By interlocal agreement effective July 1, 2019 2014, through no later than June 30, 2027 2019, to reimburse a county 188 189 or another local governmental entity for the direct actual costs 190 of operating the fire station at mile marker 63 on Alligator Alley, which shall may be used by the a county or another local 191 192 governmental entity to provide fire, rescue, and emergency 193 management services exclusively to the public on Alligator 194 Alley. The local governmental entity must contribute 10 percent 195 of the direct actual operating costs. The amount of 196 reimbursement to the local governmental entity may not exceed 197 \$1.4 million in any state fiscal year. At the end of the term of 198 the interlocal agreement, the ownership and title of all fire, 199 rescue, and emergency equipment used at the fire station during the term of the interlocal agreement transfers to the state. 200

Section 7. Subsection (2) of section 339.2818, Florida Statutes, is amended to read:

339.2818 Small County Outreach Program.-

(2) For the purposes of this section, the term "small county" means any county that has a population of 200,000170,000 or less as determined by the most recent official estimate pursuant to s. 186.901.

Page 8 of 10

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214 A bill to be entitled 215 An act relating to the Department of Transportation; creating s. 334.179, F.S.; prohibiting local 216 217 governments from adopting standards or specifications 218 that are contrary to the department standards or 219 specifications for permissible use of aggregates that 220 have been certified for use; defining the term 221 "certified for use"; providing applicability; amending 2.2.2 s. 336.044, F.S.; prohibiting local governmental 223 entities from adopting standards or specifications 224 that are contrary to the department standards or 225 specifications for permissible use of reclaimed 226 asphalt pavement material in construction; providing 227 that, for certain purposes, such material may not be 228 considered solid waste; amending s. 337.025, F.S.; 229 authorizing the department to establish a program for 230 transportation projects that demonstrate certain 231 innovative techniques for measuring resiliency and 232 structural integrity and controlling time and cost 233 increases; amending s. 337.14, F.S.; requiring that 234 any contractor, instead of any person, desiring to bid 235 for the performance of certain construction contracts 236 first be certified by the department as qualified; conforming provisions to changes made by the act; 237 238 requiring a contractor who is not qualified and is in 239 good standing with the department as of a specified 240 date and who desires to bid on certain contracts to 241 have satisfactorily completed certain projects; revising requirements related to certain financial 242



243 statements; prohibiting the entity performing design 244 and construction engineering and inspection services 245 from being the same entity for certain projects; 246 amending s. 337.185, F.S.; increasing the maximum 247 amounts per contract of certain contractual claims 248 that must be arbitrated by the State Arbitration Board 249 under certain circumstances; amending s. 338.26, F.S.; 250 revising provisions of an interlocal agreement for use 2.51 of specified fees to reimburse a local governmental 252 entity for the direct actual costs of operating a 253 specified fire station; requiring a contribution by 254 the local governmental entity; providing for the 255 transfer of specified equipment; amending s. 339.2818, 256 F.S.; redefining the term "county"; providing an 257 effective date.

Page 10 of 10