Amendment No.

		CHAMBER ACTION
		<u>Senate</u> House
		•
1		Representative Toledo offered the following:
2		
3		Amendment (with title amendment)
4		Between lines 40 and 41, insert:
5		Section 1. Subsections (2) and (3) of section 218.80,
6		Florida Statutes, are amended to read:
7		218.80 Public Bid Disclosure Act
8		(2) It is the intent of the Legislature that a local
9		governmental entity shall disclose all of the local governmental
10		entity's permits or fees, including, but not limited to, all
11		license fees, permit fees, impact fees, or inspection fees,
12		payable by the contractor to the unit of government that issued
13		the bidding documents or other request for proposal, unless such
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permits or fees are disclosed in the bidding documents or other request for proposal for the project at the time the project was let for bid. It is further the intent of the Legislature to prohibit local governments from halting construction to collect any undisclosed permits or fees which were not disclosed or included in the bidding documents or other request for proposal for the project at the time the project was let for bid.

21 Bidding documents or other request for proposal issued (3) 22 for bids by a local governmental entity, or any public contract entered into between a local governmental entity and a 23 contractor shall disclose each permit or fee which the 24 25 contractor will have to pay before or during construction and 26 shall include the dollar amount or the percentage method or the 27 unit method of all permits or fees which may be required by the local government as a part of the contract. If the request for 28 29 proposal does not require the response to include a final fixed 30 price, the local governmental entity is not required to disclose 31 any fees or assessments in the request for proposal. However, at 32 least 10 days prior to requiring the contractor to submit a 33 final fixed price for the project, the local governmental entity 34 shall make the disclosures required in this section. Any of the local governmental entity's permits or fees that which are not 35 disclosed in the bidding documents, other request for proposal, 36 or a contract between a local government and a contractor shall 37 38 not be assessed or collected after the contract is let. No local 364501

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39 government shall halt construction under any public contract or 40 delay completion of the contract in order to collect any permits 41 or fees which were not provided for or specified in the bidding 42 documents, other request for proposal, or the contract.

43 Section 2. Paragraph (c) of subsection (1) of section
44 255.20, Florida Statutes, is amended to read:

45 255.20 Local bids and contracts for public construction
46 works; specification of state-produced lumber.-

47 A county, municipality, special district as defined in (1)chapter 189, or other political subdivision of the state seeking 48 49 to construct or improve a public building, structure, or other 50 public construction works must competitively award to an 51 appropriately licensed contractor each project that is estimated 52 in accordance with generally accepted cost-accounting principles 53 to cost more than \$300,000. For electrical work, the local government must competitively award to an appropriately licensed 54 55 contractor each project that is estimated in accordance with 56 generally accepted cost-accounting principles to cost more than 57 \$75,000. As used in this section, the term "competitively award" 58 means to award contracts based on the submission of sealed bids, 59 proposals submitted in response to a request for proposal, proposals submitted in response to a request for qualifications, 60 or proposals submitted for competitive negotiation. This 61 subsection expressly allows contracts for construction 62 63 management services, design/build contracts, continuation 364501

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contracts based on unit prices, and any other contract 64 65 arrangement with a private sector contractor permitted by any 66 applicable municipal or county ordinance, by district 67 resolution, or by state law. For purposes of this section, cost 68 includes the cost of all labor, except inmate labor, and the 69 cost of equipment and materials to be used in the construction 70 of the project. Subject to the provisions of subsection (3), the 71 county, municipality, special district, or other political 72 subdivision may establish, by municipal or county ordinance or 73 special district resolution, procedures for conducting the 74 bidding process.

75

(c) The provisions of this subsection do not apply:

If the project is undertaken to replace, reconstruct,
 or repair an existing public building, structure, or other
 public construction works damaged or destroyed by a sudden
 unexpected turn of events such as an act of God, riot, fire,
 flood, accident, or other urgent circumstances, and such damage
 or destruction creates:

82 83 a. An immediate danger to the public health or safety;b. Other loss to public or private property which requires

84 emergency government action; or

85

c. An interruption of an essential governmental service.

2. If, after notice by publication in accordance with the
applicable ordinance or resolution, the governmental entity does
not receive any responsive bids or proposals.

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3. To construction, remodeling, repair, or improvement to
a public electric or gas utility system if such work on the
public utility system is performed by personnel of the system.

92 4. To construction, remodeling, repair, or improvement by
93 a utility commission whose major contracts are to construct and
94 operate a public electric utility system.

95 5. If the project is undertaken as repair or maintenance 96 of an existing public facility. For the purposes of this paragraph, the term "repair" means a corrective action to 97 restore an existing public facility to a safe and functional 98 99 condition and the term "maintenance" means a preventive or 100 corrective action to maintain an existing public facility in an operational state or to preserve the facility from failure or 101 102 decline. Repair or maintenance includes activities that are 103 necessarily incidental to repairing or maintaining the facility. 104 Repair or maintenance does not include the construction of any 105 new building, structure, or other public construction works or any substantial addition, extension, or upgrade to an existing 106 107 public facility. Such additions, extensions, or upgrades shall 108 be considered substantial if the estimated cost of the 109 additions, extensions, or upgrades included as part of the repair or maintenance project exceeds the threshold amount in 110 subsection (1) and exceeds 20 percent of the estimated total 111 cost of the repair or maintenance project using generally 112 accepted cost-accounting principles that fully account for all 113 364501

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costs associated with performing and completing the work, 114 115 including employee compensation and benefits, equipment cost and 116 maintenance, insurance costs, and materials. An addition, 117 extension, or upgrade shall not be considered substantial if it 118 is undertaken pursuant to the conditions specified in 119 subparagraph 1. Repair and maintenance projects and any related 120 additions, extensions, or upgrades may not be divided into multiple projects for the purpose of evading the requirements of 121 122 this subparagraph.

123 6. If the project is undertaken exclusively as part of a124 public educational program.

125 7. If the funding source of the project will be diminished 126 or lost because the time required to competitively award the 127 project after the funds become available exceeds the time within 128 which the funding source must be spent.

8. If the local government competitively awarded a project a private sector contractor and the contractor abandoned the project before completion or the local government terminated the contract.

9. If the governing board of the local government complies with all of the requirements of this subparagraph, conducts a public meeting under s. 286.011 after public notice, and finds by majority vote of the governing board that it is in the public's best interest to perform the project using its own services, employees, and equipment. The public notice must be 364501

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139 published at least 21 days before the date of the public meeting at which the governing board takes final action. The notice must 140 141 identify the project, the components and scope of the work, and 142 the estimated cost of the project using generally accepted cost-143 accounting principles that fully account for all costs 144 associated with performing and completing the work, including 145 employee compensation and benefits, equipment cost and 146 maintenance, insurance costs, and materials. The notice must specify that the purpose for the public meeting is to consider 147 whether it is in the public's best interest to perform the 148 project using the local government's own services, employees, 149 150 and equipment. Upon publication of the public notice and for 21 151 days thereafter, the local government shall make available for 152 public inspection, during normal business hours and at a 153 location specified in the public notice, a detailed itemization 154 of each component of the estimated cost of the project and 155 documentation explaining the methodology used to arrive at the 156 estimated cost. At the public meeting, any qualified contractor 157 or vendor who could have been awarded the project had the 158 project been competitively bid shall be provided with a 159 reasonable opportunity to present evidence to the governing 160 board regarding the project and the accuracy of the local government's estimated cost of the project. In deciding whether 161 it is in the public's best interest for the local government to 162 perform a project using its own services, employees, and 163 364501

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164 equipment, the governing board must consider the estimated cost 165 of the project using generally accepted cost-accounting 166 principles that fully account for all costs associated with performing and completing the work, including employee 167 compensation and benefits, equipment costs and maintenance, 168 169 insurance costs, and the cost of materials, and the accuracy of 170 the estimated cost in light of any other information that may be 171 presented at the public meeting and whether the project requires an increase in the number of government employees or an increase 172 in capital expenditures for public facilities, equipment, or 173 174 other capital assets. The local government may further consider 175 the impact on local economic development, the impact on small 176 and minority business owners, the impact on state and local tax 177 revenues, whether the private sector contractors provide health 178 insurance and other benefits equivalent to those provided by the 179 local government, and any other factor relevant to what is in 180 the public's best interest. A local government that performs 181 projects using its own services, employees, and equipment must 182 disclose the actual costs of the project after completion to the 183 Auditor General. The Auditor General shall review such 184 disclosures as part of his or her routine audits of local 185 governments. If the governing board of the local government 186 10. determines upon consideration of specific substantive criteria 187 that it is in the best interest of the local government to award 188 364501

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189 the project to an appropriately licensed private sector 190 contractor pursuant to administrative procedures established by 191 and expressly set forth in a charter, ordinance, or resolution 192 of the local government adopted before July 1, 1994. The 193 criteria and procedures must be set out in the charter, 194 ordinance, or resolution and must be applied uniformly by the local government to avoid awarding a project in an arbitrary or 195 capricious manner. This exception applies only if all of the 196 197 following occur:

198 The governing board of the local government, after a. public notice, conducts a public meeting under s. 286.011 and 199 200 finds by a two-thirds vote of the governing board that it is in 201 the public's best interest to award the project according to the 202 criteria and procedures established by charter, ordinance, or 203 resolution. The public notice must be published at least 14 days 204 before the date of the public meeting at which the governing 205 board takes final action. The notice must identify the project, 206 the estimated cost of the project, and specify that the purpose 207 for the public meeting is to consider whether it is in the 208 public's best interest to award the project using the criteria and procedures permitted by the preexisting charter, ordinance, 209 210 or resolution.

b. The project is to be awarded by any method other than a competitive selection process, and the governing board finds evidence that:

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(I) There is one appropriately licensed contractor who is uniquely qualified to undertake the project because that contractor is currently under contract to perform work that is affiliated with the project; or

(II) The time to competitively award the project will jeopardize the funding for the project, materially increase the cost of the project, or create an undue hardship on the public health, safety, or welfare.

c. The project is to be awarded by any method other than a competitive selection process, and the published notice clearly specifies the ordinance or resolution by which the private sector contractor will be selected and the criteria to be considered.

227 d. The project is to be awarded by a method other than a 228 competitive selection process, and the architect or engineer of 229 record has provided a written recommendation that the project be 230 awarded to the private sector contractor without competitive selection, and the consideration by, and the justification of, 231 232 the government body are documented, in writing, in the project 233 file and are presented to the governing board prior to the 234 approval required in this paragraph.

235 11. To projects subject to chapter 336.
236 Section 3. Subsection (4) of section 336.41, Florida
237 Statutes, is amended to read:

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336.41 Counties; employing labor and providing road equipment; accounting; when competitive bidding required.-

(4) All construction and reconstruction of roads and
bridges, including resurfacing, full scale mineral seal coating,
and major bridge and bridge system repairs, to be performed
utilizing the proceeds of the 80-percent portion of the surplus
of the constitutional gas tax shall be let to contract to the
lowest responsible bidder by competitive bid, except for:

46 (a) Construction and maintenance in emergency situations;
 47 and

(b) In addition to emergency work, construction and reconstruction, including resurfacing, mineral seal coating, and bridge repairs, having a total cumulative annual value not to exceed 5 percent of its 80-percent portion of the constitutional gas tax or \$400,000, whichever is greater<u>;</u>, and

(c) Construction of sidewalks, curbing, accessibility ramps, or appurtenances incidental to roads and bridges if each project is estimated in accordance with generally accepted costaccounting principles to have total construction project costs of less than \$400,000 or as adjusted by the percentage change in the Construction Cost Index from January 1, 2008,

260for which the county may utilize its own forces. Estimated total261construction project costs must include all costs associated

62 with performing and completing the work, including employee

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263 compensation and benefits, equipment costs and maintenance, 264 insurance costs, and the cost of materials. However, if, after 265 proper advertising, no bids are received by a county for a 266 specific project, the county may use its own forces to construct 267 the project, notwithstanding the limitation of this subsection. 268 Nothing in this section shall prevent the county from performing 269 routine maintenance as authorized by law. 270 271 272 TITLE AMENDMENT 273 Remove line 2 and insert: 274 An act relating to construction; amending s. 218.80, 275 F.S.; revising legislative intent; revising disclosure 276 requirements for bidding documents and other requests 277 for proposals issued for bids by a local governmental 278 entity and public contracts entered into between local 279 governmental entities and contractors; amending s. 280 255.20, F.S.; requiring the governing board of a local 281 government to consider estimated costs of certain 282 projects using generally accepted cost-accounting 283 principles that account for specified costs when the 284 board is making a specified determination; requiring 285 that a local government that performs projects using its own services, employees, and equipment disclose 286 287 the actual costs of the project after completion to 364501

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288	the Auditor General; requiring that the Auditor
289	General review such disclosures as part of his or her
290	routine audits of local governments; amending s.
291	336.41, F.S.; requiring estimated total construction
292	project costs for certain projects to include
293	specified costs; amending s.

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