To: Public Buildings, Grounds and Lands

## COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 993

AN ACT TO PROVIDE THAT ALL CAPITAL IMPROVEMENTS PROJECTS 1 2 COSTING ONE MILLION DOLLARS OR MORE SHALL BE FUNDED BY THE 3 LEGISLATURE IN THREE PHASES; TO DEFINE EACH PHASE; TO PROVIDE THAT EACH PHASE SHALL BE FUNDED IN SEPARATE REGULAR SESSIONS OF THE 4 5 LEGISLATURE; TO DEFINE THE TERM "PREPLANNING"; TO REQUIRE ALL 6 STATE AGENCIES WHICH PLAN TO UNDERTAKE A CAPITAL IMPROVEMENTS 7 PROJECT TO SUBMIT A PREPLANNED CAPITAL IMPROVEMENTS PROJECT PROJECTION TO THE BUREAU OF BUILDING, GROUNDS AND REAL PROPERTY 8 MANAGEMENT FOR EVALUATION; TO PROVIDE THAT ANY PROJECT COSTING 9 10 UNDER ONE MILLION DOLLARS SHALL NOT BE REQUIRED TO BE PREPLANNED; TO AMEND SECTIONS 31-3-1 AND 31-11-1, MISSISSIPPI CODE OF 1972, TO DEFINE THE TERM "PROGRAM MANAGEMENT"; AND FOR RELATED PURPOSES. 11 12 13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 14 SECTION 1. Every capital improvements project, costing One Million Dollars (\$1,000,000.00) or more, which is developed to 15 repair, renovate, construct, remodel, add to or improve a state-16 owned public building shall be funded by the Legislature in three 17 (3) phases. The three (3) phases shall not be funded in the same 18 regular session of the Legislature. Each phase shall be funded in 19 20 a separate regular session of the Legislature. Except as provided 21 in subsection (2) of Section 2 of this act, Phase 1 shall be a preplanned budget projection for the project and shall be funded 22 23 first. Phase 2 shall be the actual repair, renovation, 24 construction, remodeling, addition to or improvement of the state-25 owned public building and shall be funded second. Phase 3, if 26 necessary, shall be the acquisition of furniture and equipment for 27 the capital improvements project and shall be funded last. 28 <u>SECTION 2.</u> (1) For the purposes of this act, the term 29 "preplanning" means the preliminary planning that establishes the 30 program, scope, design and budget for a capital improvements 31 project.

32 (2) Every state agency that plans to repair, renovate, construct, remodel, add to or improve a state-owned public 33 building shall submit a preplanned capital improvements project 34 budget projection to the Bureau of Building, Grounds and Real 35 36 Property Management for evaluation. The bureau shall assess the 37 need for all preplanned projects submitted and shall compile a 38 report on its findings. Any capital improvements project costing under One Million Dollars (\$1,000,000.00) shall not be required to 39 40 be preplanned.

41 (3) Upon the completion of any preplanning for a capital
42 improvements project, if such preplanning is funded with
43 self-generated funds by a state agency, the plan shall be
44 submitted to the bureau for evaluation.

45 SECTION 3. Section 31-3-1, Mississippi Code of 1972, is 46 amended as follows:

47 31-3-1. The following words, as used in this chapter, shall48 have the meanings specified below:

49 "Board": The State Board of Contractors created under this
50 chapter.

51 "Contractor": Any person contracting or undertaking as prime 52 contractor, subcontractor or sub-subcontractor of any tier to do any erection, building, construction, reconstruction, repair, 53 54 maintenance or related work on any public or private project; 55 however, "contractor" shall not include any owner of a dwelling or other structure to be constructed, altered, repaired or improved 56 57 and not for sale, lease, public use or assembly. It is further provided that nothing herein shall apply to: 58

(a) Any contract or undertaking on a public project by a prime contractor, subcontractor or sub-subcontractor of any tier involving erection, building, construction, reconstruction, repair, maintenance or related work where such contract, subcontract or undertaking is less than Fifty Thousand Dollars (\$50,000.00);

(b) Any contract or undertaking on a private project by a prime contractor, subcontractor or sub-subcontractor of any tier involving erection, building, construction, reconstruction, repair, maintenance or related work where such contract, subcontract or undertaking is less than One Hundred Thousand Dollars (\$100,000.00);

(c) Highway construction, highway bridges, overpasses and any other project incidental to the construction of highways which are designated as federal aid projects and in which federal funds are involved;

(d) A residential project to be occupied by fifty (50)
or fewer families and not more than three (3) stories in height;
(e) A residential subdivision where the contractor is

developing either single-family or multi-family lots;

(f) A new commercial construction project not exceeding seventy-five hundred (7500) square feet and not more than two (2)

81 stories in height; or

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82 (g) Erection of a microwave tower built for the purpose83 of telecommunication transmissions.

84 "Certificate of responsibility": A certificate numbered and 85 held by a contractor issued by the board under the provisions of 86 this chapter after payment of the special privilege license tax 87 therefor levied under this chapter.

88 "Person": Any person, firm, corporation, joint venture or89 partnership, association or other type of business entity.

90 "Private project": Any project for erection, building,

91 construction, reconstruction, repair, maintenance or related work 92 which is not funded in whole or in part with public funds.

93 <u>"Program management": A professional service performed by a</u> 94 private firm that supplements a state agency's staff for the 95 performance of capital building projects. A program management

96 <u>service is procured through a professional services qualification</u>

97 process in the same manner as architectural selection. The

98 program manager may not perform as the architect or the contractor 99 on any project for which they are the program manager. The Bureau 100 of Building, Grounds and Real Property Management may set the 101 criteria to qualify as a certified program manager in the State of 102 Mississippi. However, a program management firm chosen by any 103 state agency shall be a general contractor, architect or engineer 104 licensed in the State of Mississippi.

"Public agency": Any board, commission, council or agency of the State of Mississippi or any district, county or municipality thereof, including school, hospital, airport and all other types of governing agencies created by or operating under the laws of this state.

"Public funds": Monies of public agencies, whether obtained from taxation, donation or otherwise; or monies being expended by public agencies for the purposes for which such public agencies exist.

"Public project": Any project for erection, building, construction, reconstruction, repair, maintenance or related work which is funded in whole or in part with public funds.

SECTION 4. Section 31-11-1, Mississippi Code of 1972, is amended as follows:

119 31-11-1. (1) For purposes of this chapter, the <u>following</u>
120 term<u>s shall have the meanings specified below:</u>

(a) "State Building Commission" shall mean the
Governor's Office of General Services acting through the Bureau of
Buildings, Grounds and Real Property Management.

124 (b) "Program management" means a professional service 125 performed by a private firm that supplements a state agency's

126 staff for the performance of capital building projects. A program

127 <u>management service is procured through a professional services</u>

128 gualification process in the same manner as architectural

129 selection. The program manager may not perform as the architect

130 or the contractor on any project for which they are the program

131 <u>manager. The Bureau of Buildings, Grounds and Real Property</u>

132 Management may set the criteria to qualify as a certified program

133 manager in the State of Mississippi. However, a program

134 management firm chosen by any state agency shall be a general

135 contractor, architect or engineer licensed in the State of

136 <u>Mississippi.</u>

137 (2) Wherever the term "state building commission" or 138 "building commission" appears in the laws of the State of 139 Mississippi, it shall be construed to mean the Governor's Office 140 of General Services.

141 SECTION 5. This act shall take effect and be in force from 142 and after July 1, 1999.