To: Public Property; Appropriations

SENATE BILL NO. 2741

AN ACT TO AMEND SECTIONS 27-104-7, 29-5-2 AND 31-11-3, MISSISSIPPI CODE OF 1972, TO EXTEND THE DATE OF REPEAL ON THE PROVISIONS THAT AUTHORIZE THE DEPARTMENT OF FINANCE AND ADMINISTRATION TO ENTER INTO CONTRACTS TO PROVIDE PARKING SPACES FOR STATE EMPLOYEES WHO WORK IN THE WOOLFOLK BUILDING, THE CARROLL GARTIN JUSTICE BUILDING OR THE WALTER SILLERS OFFICE BUILDING; AND FOR RELATED PURPOSES.

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 SECTION 1. Section 27-104-7, Mississippi Code of 1972, is 10 amended as follows:

27-104-7. (1) There is hereby created within the Department 11 of Finance and Administration the Public Procurement Review Board, 12 which shall be composed of the Executive Director of the 13 14 Department of Finance and Administration, the head of the Office 15 of Budget and Policy Development and an employee of the Office of General Services who is familiar with the purchasing laws of this 16 17 state. The Executive Director of the Department of Finance and Administration shall be chairman and shall preside over the 18 meetings of the board. The board shall annually elect a vice 19 20 chairman, who shall serve in the absence of the chairman. No business shall be transacted, including adoption of rules of 21 procedure, without the presence of a quorum of the board. Two (2) 22 23 members shall be a quorum. No action shall be valid unless approved by the chairman and one (1) other of those members 24 present and voting, entered upon the minutes of the board and 25 signed by the chairman. The board shall meet on a monthly basis 26 and at any other time when notified by the chairman. Necessary 27 28 clerical and administrative support for the board shall be provided by the Department of Finance and Administration. Minutes 29

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30 shall be kept of the proceedings of each meeting, copies of which 31 shall be filed on a monthly basis with the Legislative Budget 32 Office.

33 (2) The Public Procurement Review Board shall have the34 following powers and responsibilities:

(a) Approve all purchasing regulations governing the
purchase or lease by any agency, as defined in Section 31-7-1, of
commodities and equipment, except computer equipment acquired
pursuant to Sections 25-53-1 through 25-53-29;

39 (b) Adopt regulations governing the approval of
40 contracts let for the construction and maintenance of state
41 buildings and other state facilities;

42 (c) Adopt regulations governing any lease or rental 43 agreement by any state agency or department, including any state 44 agency financed entirely by federal funds, for space outside the 45 buildings under the jurisdiction of the Department of Finance and 46 Administration;

47 Adopt, in its discretion, regulations to set aside (d) at least five percent (5%) of anticipated annual expenditures for 48 49 the purchase of commodities from minority businesses; however, all such set-aside purchases shall comply with all purchasing 50 51 regulations promulgated by the department and shall be subject to all bid requirements. Set-aside purchases for which competitive 52 53 bids are required shall be made from the lowest and best minority 54 business bidder; however, if no minority bid is available or if the minority bid is more than two percent (2%) higher than the 55 56 lowest bid, then bids shall be accepted and awarded to the lowest and best bidder. Provided, however, that the provisions herein 57 shall not be construed to prohibit the rejection of a bid when 58 only one (1) bid is received. Such rejection shall be placed in 59 60 the minutes. For the purposes of this paragraph, the term 61 "minority business" means a business which is owned by a person

S. B. No. 2741 *SS06/R1087* 06/SS06/R1087 PAGE 2 62 who is a citizen or lawful permanent resident of the United States63 and who is:

64 (i) Black: having origins in any of the black65 racial groups of Africa.

66 (ii) Hispanic: of Mexican, Puerto Rican, Cuban,
67 Central or South American, or other Spanish or Portuguese culture
68 or origin regardless of race.

(iii) Asian American: having origins in any of
the original peoples of the Far East, Southeast Asia, the Indian
subcontinent, or the Pacific Islands.

72 (iv) American Indian or Alaskan Native: having73 origins in any of the original peoples of North America.

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(v) Female;

75 In consultation with and approval by the Chairmen (e) 76 of the Senate and House Public Property Committees, approve 77 leases, for a term not to exceed eighteen (18) months, entered 78 into by state agencies for the purpose of providing parking 79 arrangements for state employees who work in the Woolfolk Building, the Carroll Gartin Justice Building or the Walter 80 81 Sillers Office Building. The provisions of this paragraph (e) 82 shall stand repealed on July 1, 2010.

83 (3) No member of the Public Procurement Review Board shall
84 use his official authority or influence to coerce, by threat of
85 discharge from employment, or otherwise, the purchase of
86 commodities or the contracting for public construction under this
87 chapter.

88 SECTION 2. Section 29-5-2, Mississippi Code of 1972, is 89 amended as follows:

90 29-5-2. The duties of the Department of Finance and91 Administration shall be as follows:

92 (a) (i) To exercise general supervision and care over 93 and keep in good condition the following state property located in 94 the City of Jackson: the New State Capitol Building, the Woolfolk S. B. No. 2741 *SS06/R1087* 06/SS06/R1087 PAGE 3

State Office Building, the Carroll Gartin Justice Building, the 95 96 Walter Sillers Office Building, the War Veterans' Memorial 97 Building, the Charlotte Capers Building, the William F. Winter 98 Archives and History Building, the Ike Sanford Veterans Affairs 99 Building, the Old State Capitol Building, the Governor's Mansion, 100 the Heber Ladner Building, the Burroughs Building, the Robert E. Lee Office Building, the Robert E. Lee Parking Garage, the Manship 101 102 House Restoration and Visitor Center, the State Records Center, 103 the Robert G. Clark, Jr. Building, and all other properties 104 acquired in the same transaction at the time of the purchase of 105 the Robert E. Lee Hotel property from the First Federal Savings and Loan Association of Jackson, Mississippi, which properties are 106 107 more particularly described in a warranty deed heretofore executed and delivered on April 22, 1969, and filed for record in the 108 Office of the Chancery Clerk of the First Judicial District of 109 Hinds County, Mississippi, located in Jackson, Mississippi, on 110 April 25, 1969, at 9:00 a.m., and recorded in Deed Book No. 1822, 111 112 page 136 et seq., and the Central High Building and 101 Capitol 113 Centre.

(ii) To exercise general supervision and care over and keep in good condition the Dr. Eldon Langston Bolton Building located in Biloxi, Mississippi.

(iii) To exercise general supervision and care over and keep in good condition the State Service Center, located at the intersection of State Highway 49 and John Merl Tatum Industrial Drive in Hattiesburg, Mississippi.

121 (b) To assign suitable office space for the various 122 state departments, officers and employees who are provided with an office in any of the buildings under the jurisdiction or control 123 of the Department of Finance and Administration. However, the 124 125 assignment of space in the New Capitol Building shall be 126 designated by duly passed resolution of the combined Senate Rules 127 Committee and the House Management Committee, meeting as a joint *SS06/R1087* S. B. No. 2741 06/SS06/R1087

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128 committee, approved by the Lieutenant Governor and Speaker of the 129 House of Representatives. A majority vote of the members of the 130 Senate Rules Committee and a majority vote of the members of the 131 House Management Committee shall be required on all actions taken, resolutions or reports adopted, and all other matters considered 132 133 by the full combined committee on occasions when the Senate Rules 134 Committee and the House Management Committee shall meet as a full combined committee. 135

136 To approve or disapprove with the concurrence of (C) the Public Procurement Review Board, any lease or rental 137 138 agreements by any state agency or department, including any state agency financed entirely by federal and special funds, for space 139 140 outside the buildings under the jurisdiction of the Department of Finance and Administration, including space necessary for parking 141 to be used by state employees who work in the Woolfolk Building, 142 143 the Carroll Gartin Justice Building or the Walter Sillers Office 144 Building. In no event shall any employee, officer, department, 145 federally funded agency or bureau of the state be authorized to enter a lease or rental agreement without prior approval of the 146 147 Department of Finance and Administration and the Public 148 Procurement Review Board.

The Department of Finance and Administration is authorized to use architects, engineers, building inspectors and other personnel for the purpose of making inspections as may be deemed necessary in carrying out its duties and maintaining the facilities.

The provisions of this paragraph (c) shall stand repealed on July 1, <u>2010</u>.

(d) To acquire by lease, lease-purchase agreement, or otherwise, as provided in Section 27-104-107, and to assign through the Office of General Services, by lease or sublease agreement from the office, and with the concurrence of the Public Procurement Review Board, to any state agency or department,

S. B. No. 2741 *SS06/R1087* 06/SS06/R1087 PAGE 5 160 including any state agency financed entirely by federal and 161 special funds, appropriate office space in the buildings acquired.

162 SECTION 3. Section 31-11-3, Mississippi Code of 1972, is 163 amended as follows:

164 31-11-3. (1) The Department of Finance and Administration, 165 for the purposes of carrying out the provisions of this chapter, 166 in addition to all other rights and powers granted by law, shall 167 have full power and authority to employ and compensate architects 168 or other employees necessary for the purpose of making inspections, preparing plans and specifications, supervising the 169 170 erection of any buildings, and making any repairs or additions as may be determined by the Department of Finance and Administration 171 172 to be necessary, pursuant to the rules and regulations of the State Personnel Board. The department shall have entire control 173 174 and supervision of, and determine what, if any, buildings, additions, repairs or improvements are to be made under the 175 176 provisions of this chapter, subject to the approval of the Public 177 Procurement Review Board.

The department shall have full power to erect buildings, 178 (2) 179 make repairs, additions or improvements, and buy materials, 180 supplies and equipment for any of the institutions or departments 181 of the state subject to the approval of the Public Procurement 182 Review Board. In addition to other powers conferred, the department shall have full power and authority as directed by the 183 184 Legislature, or when funds have been appropriated for its use for these purposes, to: 185

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(a) Build a state office building;

187 (b) Build suitable plants or buildings for the use and
188 housing of any state schools or institutions, including the
189 building of plants or buildings for new state schools or
190 institutions, as provided for by the Legislature;

191 (c) Provide state aid for the construction of school

192 buildings;

S. B. No. 2741 *SSO6/R1087* 06/SS06/R1087 PAGE 6 193 (d) Promote and develop the training of returned 194 veterans of the United States in all sorts of educational and 195 vocational learning to be supplied by the proper educational 196 institution of the State of Mississippi, and in so doing allocate 197 monies appropriated to it for these purposes to the Governor for 198 use by him in setting up, maintaining and operating an office and employing a state director of on-the-job training for veterans and 199 200 the personnel necessary in carrying out Public Law No. 346 of the 201 United States;

202 (e) Build and equip a hospital and administration203 building at the Mississippi State Penitentiary;

204 (f) Build and equip additional buildings and wards at 205 the Boswell Retardation Center;

(g) Construct a sewage disposal and treatment plant at the state insane hospital, and in so doing acquire additional land as may be necessary, and to exercise the right of eminent domain in the acquisition of this land;

(h) Build and equip the Mississippi central market and
purchase or acquire by eminent domain, if necessary, any lands
needed for this purpose;

(i) Build and equip suitable facilities for a trainingand employing center for the blind;

(j) Build and equip a gymnasium at Columbia TrainingSchool;

(k) Approve or disapprove the expenditure of any money appropriated by the Legislature when authorized by the bill making the appropriation;

(1) Expend monies appropriated to it in paying thestate's part of the cost of any street paying;

(m) Sell and convey state lands when authorized by the Legislature, cause said lands to be properly surveyed and platted, execute all deeds or other legal instruments, and do any and all other things required to effectively carry out the purpose and S. B. No. 2741 *SS06/R1087* 06/SS06/R1087

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intent of the Legislature. Any transaction which involves state lands under the provisions of this paragraph shall be done in a manner consistent with the provisions of Section 29-1-1;

(n) Collect and receive from educational institutions of the State of Mississippi monies required to be paid by these institutions to the state in carrying out any veterans' educational programs;

233 Purchase lands for building sites, or as additions (0) 234 to building sites, for the erection of buildings and other 235 facilities which the department is authorized to erect, and 236 demolish and dispose of old buildings, when necessary for the proper construction of new buildings. Any transaction which 237 238 involves state lands under the provisions of this paragraph shall 239 be done in a manner consistent with the provisions of Section 29-1-1; 240

(p) Obtain business property insurance with a deductible of not less than One Hundred Thousand Dollars (\$100,000.00) on state-owned buildings under the management and control of the department; and

(q) In consultation with and approval by the Chairmen
of the Public Property Committees of the Senate and the House of
Representatives, enter into contracts for the purpose of providing
parking spaces for state employees who work in the Woolfolk
Building, the Carroll Gartin Justice Building or the Walter
Sillers Office Building. The provisions of this paragraph (q)
shall stand repealed on July 1, 2010.

252 (3) The department shall survey state-owned and 253 state-utilized buildings to establish an estimate of the costs of 254 architectural alterations, pursuant to the Americans With 255 Disabilities Act of 1990, 42 USCS, Section 12111 et seq. The 256 department shall establish priorities for making the identified 257 architectural alterations and shall make known to the Legislative 258 Budget Office and to the Legislature the required cost to *SS06/R1087* S. B. No. 2741 06/SS06/R1087

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259 effectuate such alterations. To meet the requirements of this 260 section, the department shall use standards of accessibility that 261 are at least as stringent as any applicable federal requirements 262 and may consider:

263 (a) Federal minimum guidelines and requirements issued 264 by the United States Architectural and Transportation Barriers 265 Compliance Board and standards issued by other federal agencies;

266 (b) The criteria contained in the American Standard 267 Specifications for Making Buildings Accessible and Usable by the 268 Physically Handicapped and any amendments thereto as approved by 269 the American Standards Association, Incorporated (ANSI Standards);

Applicable federal guidelines;

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Design manuals; (C)

(d)

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Current literature in the field; (e)

273 Applicable safety standards; and (f)

274 Any applicable environmental impact statements. (g) 275 (4) The department shall observe the provisions of Section 276 31-5-23, in letting contracts and shall use Mississippi products, including paint, varnish and lacquer which contain as vehicles 277 278 tung oil and either ester gum or modified resin (with rosin as the 279 principal base of constituents), and turpentine shall be used as a 280 solvent or thinner, where these products are available at a cost 281 not to exceed the cost of products grown, produced, prepared, made or manufactured outside of the State of Mississippi.

283 (5) The department shall have authority to accept grants, 284 loans or donations from the United States government or from any 285 other sources for the purpose of matching funds in carrying out 286 the provisions of this chapter.

287 The department shall build a wheelchair ramp at the War (6) 288 Memorial Building which complies with all applicable federal laws, 289 regulations and specifications regarding wheelchair ramps.

290 (7)The department shall review and preapprove all 291 architectural or engineering service contracts entered into by any *SS06/R1087* S. B. No. 2741 06/SS06/R1087

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state agency, institution, commission, board or authority 292 regardless of the source of funding used to defray the costs of 293 the construction or renovation project for which services are to 294 295 be obtained. The provisions of this subsection (7) shall not 296 apply to any architectural or engineering contract paid for by self-generated funds of any of the state institutions of higher 297 298 learning, nor shall they apply to community college projects that 299 are funded from local funds or other nonstate sources which are 300 outside the Department of Finance and Administration's appropriations or as directed by the Legislature. 301 The provisions 302 of this subsection (7) shall not apply to any construction or design projects of the State Military Department that are funded 303 304 from federal funds or other nonstate sources.

305 (8) The department shall have the authority to obtain 306 annually from the state institutions of higher learning 307 information on all building, construction and renovation projects 308 including duties, responsibilities and costs of any architect or 309 engineer hired by any such institutions.

(9) (a) As an alternative to other methods of awarding contracts as prescribed by law, the department may use the design-build method or the design-build bridging method of contracting for new capital construction projects to be used as a pilot program for the following projects:

315 (i) Projects for the Mississippi Development 316 Authority pursuant to agreements between both governmental 317 entities;

(ii) Any project with an estimated cost of not more than Ten Million Dollars (\$10,000,000.00), not to exceed two (2) projects per fiscal year; and

321 (iii) Any project which has an estimated cost of 322 more than Fifty Million Dollars (\$50,000,000.00), not to exceed 323 one (1) project per fiscal year.

324 (b) As used in this subsection: S. B. No. 2741 *SS06/R1087* D6/SS06/R1087 PAGE 10 325 (i) "Design-build method of contracting" means a 326 contract that combines the design and construction phases of a 327 project into a single contract and the contractor is required to 328 satisfactorily perform, at a minimum, both the design and 329 construction of the project.

(ii) "Design-build bridging method of contracting" 330 means a contract that requires design through the design 331 332 development phase by a professional designer, after which a 333 request for qualifications for design completion and construction is required for the completion of the project from a single 334 335 contractor that combines the balance of design and construction phases of a project into a single contract. The contractor is 336 337 required to satisfactorily perform, at a minimum, both the balance 338 of design and construction of the project.

339 (c) The department shall establish detailed criteria 340 for the selection of the successful design-build/design-build 341 bridging contractor in each request for design-build/design-build 342 bridging proposals. The request for qualifications evaluation of 343 the selection committee is a public record and shall be maintained 344 for a minimum of three (3) years after project completion.

(d) The department shall maintain detailed records on projects separate and apart from its regular record keeping. The department shall file a report to the Legislature evaluating the design-build/design-build bridging method of contracting by comparing it to the low-bid method of contracting. At a minimum, the report must include:

(i) The management goals and objectives for thedesign-build/design-build bridging system of management;

(ii) A complete description of the components of the design-build/design-build bridging management system, including a description of the system the department put into place on all projects managed under the system to insure that it has the complete information on building segment costs and to S. B. No. 2741 *SSO6/R1087* 06/SS06/R1087 PAGE 11 358 insure proper analysis of any proposal the department receives 359 from a contractor;

360 (iii) The accountability systems the department 361 established to monitor any design-build/design-build bridging 362 project's compliance with specific goals and objectives for the 363 project;

(iv) The outcome of any project or any interim
report on an ongoing project let under a design-build/design-build
bridging management system showing compliance with the goals,
objectives, policies and procedures the department set for the
project; and

369 (v) The method used by the department to select 370 projects to be let under the design-build/design-build bridging 371 system of management and all other systems, policies and 372 procedures that the department considered as necessary components 373 to a design-build/design-build bridging management system.

374 (e) All contracts let under the provisions of this
375 subsection shall be subject to oversight and review by the State
376 Auditor.

377 **SECTION 4.** This act shall take effect and be in force from 378 and after July 1, 2006.