MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Senator(s) Carter

To: Energy

SENATE BILL NO. 2604

AN ACT TO AMEND SECTION 77-3-16, MISSISSIPPI CODE OF 1972, TO ALLOW PUBLIC UTILITIES TO PROVIDE FOR ELECTRONIC BIDS IN PROCESSES WHICH REQUIRE COMPETITIVE BIDDING; TO ALLOW BIDDERS TO ATTACH CERTIFICATES OF RESPONSIBILITY AND CERTAIN STATEMENTS TO ELECTRONIC BIDS; AND FOR RELATED PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

7 SECTION 1. Section 77-3-16, Mississippi Code of 1972, is

8 amended as follows:

9 77-3-16. (1) All contracts for construction, extension 10 and/or repair of facilities in excess of Two Hundred Thousand Dollars (\$200,000.00) by or on the behalf of any public utility 11 12 subject to rate regulations by the Mississippi Public Service Commission, shall be governed by this section. The public utility 13 14 shall maintain a list of contractors and suppliers qualified to 15 perform contracts within the scope of proposed utility projects. The public utility shall, upon written request of any qualified 16 17 prospective bidder, add his or its name to such list. At least every six (6) months, the public utility shall publish in a 18 19 newspaper, having general circulation in the area in which the

S. B. No. 2604 ~ OFFICIAL ~ G1/2 24/SS08/R1080 PAGE 1 (aa\tb) 20 utility operates, a notice requesting names of qualified 21 contractors and suppliers. Upon written request by qualified 22 contractors and suppliers, those names shall be added to such 23 list. The public utility shall give to each contractor or 24 supplier on said list who is qualified with respect to a project 25 under consideration written invitation to bid those projects 26 subject to this section. Contracts subject to this section shall be awarded to the lowest and best bidder. Provided, however, 27 28 nothing contained herein shall prohibit any public utility from 29 performing services covered by this section with its own regularly 30 employed workforce.

31 (2) The public utility may enter into a master contract with 32 the lowest and best contractor to cover all construction work to 33 be performed in a specified geographic area.

34 (3) If the chief executive officer of a public utility
35 determines that an emergency exists which affects the public
36 health, safety or welfare, the provisions of this section shall
37 not apply. As used in this section, an emergency is any
38 occurrence in which service is interrupted.

39 (4) The provisions of this section shall not apply to
40 contracts which by their nature are not adapted to competitive
41 bidding, including, but not limited to:

42 (a) Items which may be acquired from a sole source;43 (b) Contracts for professional services;

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S. B. No. 2604 24/SS08/R1080 PAGE 2 (aa\tb) (c) Equipment and systems which, by reason of the training of personnel or of any inventory replacement of parts maintained by the utility, are or should be compatible with existing equipment;

(d) Contracts for interstate or intrastate carriage of persons or property with a common carrier or contract carrier at the rates set forth in the officially approved tariff of that carrier; and

52 (e) Such contracts as the commission may define by 53 regulation.

54 (5) The Public Service Commission shall have the authority 55 to monitor all conditions contained in this section.

56 Electronic bids. Public utilities as defined in Section (6) 57 77-3-3 may provide a secure electronic interactive system for the 58 submission of bids in bidding processes which require competitive 59 bidding that shall be an additional bidding option for those 60 bidders who choose to submit their bids electronically. Those public utilities shall make the appropriate arrangements necessary 61 62 to accept electronic bids from bidders who choose to submit their 63 bids electronically for purchases requiring competitive bidding 64 under this section. When construction bids are submitted 65 electronically, the bidder shall be deemed compliant with Sections 31-3-21(1) and (2), which require a certificate of responsibility 66 67 or statement that the bid enclosed does not exceed Fifty Thousand Dollars (\$50,000.00) on the exterior of the envelope, by including 68

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70 certificate of responsibility or statement that the bid enclosed

71 does not exceed Fifty Thousand Dollars (\$50,000.00).

72 <u>(7)</u> With respect to any facility or contract for a facility 73 serving a customer under Section 22 of *** * *** <u>Senate Bill No. 2001</u>, 74 <u>2024 Second Extraordinary Session</u>, nothing in this section shall 75 supersede the provisions of Section 22 of *** * *** <u>Senate Bill No.</u> 76 <u>2001, 2024 Second Extraordinary Session</u>.

77 SECTION 2. This act shall take effect and be in force from 78 and after July 1, 2024.

S. B. No. 2604~ OFFICIAL ~24/SS08/R1080ST: Public utilities contracts; allow certain
bids to be submitted electronically.