To: Energy

By: Senator(s) Carter

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

- 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
- 27 be awarded to the lowest and best bidder. Provided, however,
- 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;

4 4		(C)	Equipment	and s	ystems	which,	bу	reason	of	the
45	training	of pe	rsonnel or	of ar	y inve	ntory r	epla	acement	of	parts
46	maintaine	d by	the utility	, are	or sh	ould be	con	mpatible	e wi	Lth

47 existing equipment;

- 48 Contracts for interstate or intrastate carriage of 49 persons or property with a common carrier or contract carrier at the rates set forth in the officially approved tariff of that 50 51 carrier; and
- 52 Such contracts as the commission may define by (e) 53 regulation.
- 54 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

or statement that the bid enclosed does not exceed Fifty Thousand

Dollars (\$50,000.00) on the exterior of the envelope, by including

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69 as	an	attachment	wıt.h	t.he	electronic	bid	submission	said

- 70 certificate of responsibility or statement that the bid enclosed
- 71 does not exceed Fifty Thousand Dollars (\$50,000.00).
- 72 (7) With respect to any facility or contract for a facility
- 73 serving a customer under Section 22 of * * * Senate Bill No. 2001,
- 74 2024 Second Extraordinary Session, nothing in this section shall
- 75 supersede the provisions of Section 22 of * * * Senate Bill No.
- 76 2001, 2024 Second Extraordinary Session.
- 77 **SECTION 2.** This act shall take effect and be in force from
- 78 and after July 1, 2024.