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House Bill 1644

By: Representatives Smith of the 13th, Post 2, Barnes of the 84th, Post 2, Wix of the 33rd, Post 1, Stoner of the 34th, Post 1, and Noel of the 44th

A BILL TO BE ENTITLED AN ACT

- 1 To amend Title 32 of the Official Code of Georgia Annotated, relating to highways, bridges,
- 2 and ferries, so as to provide for an exception for design-build on the limitations on the power
- 3 of the department to contract; to provide for the development of design-build procedures for
- 4 the construction of any public road or other transportation purpose project; to define a term;
- 5 to provide for related matters; to provide an effective date; to repeal conflicting laws; and for
- 6 other purposes.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

8 SECTION 1.

- 9 Title 32 of the Official Code of Georgia Annotated, relating to highways, bridges, and ferries,
- 10 is amended by striking paragraph (1) of subsection (d) of Code Section 32-2-61, relating to
- limitations on power to contract, in its entirety and inserting in its place the following:
- (d)(1) The department is prohibited from negotiating any contract for the construction
- or maintenance of a public road involving the expenditure of \$50,000.00 or more except
- 14 any contract:
- 15 (A) With counties, municipalities, and state agencies, provided that such negotiated
- 16 contract shall be made at the average bid price of the same kind of work let to contract
- after advertisement during a period of 60 days prior to the making of the contract;
- 18 (B) With a railroad company or utility concerning relocation of its tracks or facilities
- where the same are not then located on a public road and such relocation is necessary
- as an incident to the construction or improvement of a public road. However, nothing
- 21 contained in this subsection shall be construed as requiring the department to furnish
- a site or right of way for railroad or railway lines or tracks or utility facilities required
- to be removed from a public road. Furthermore, this subsection shall not prevent the
- department from assisting in the removal and relocation of publicly owned utilities
- from locations on public roads as provided in Code Section 32-6-170;

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1 (C) For emergency construction or maintenance involving the expenditure of

- 2 \$50,000.00 or more when the public interest requires that the work be done without the
- delay of advertising for public bids;
- 4 (D) For the procurement of business, professional, or other services from any person,
- 5 firm, or corporation as an independent contractor; or
- 6 (E) With the State Road and Tollway Authority; or
- 7 (F) Through the provisions of a design-build contract as provided for in Code Section
- 8 <u>32-2-81</u>."

9 SECTION 2.

- 10 Said title is further amended by adding a new Code Section 32-2-81 to read as follows:
- 11 "32-2-81.
- 12 (a) As used in this Code section, the term 'design-build procedure' means a method of
- 13 contracting under which the department contracts with another party for the party to both
- design and build the structures, facilities, and other items specified in the contract.
- 15 (b) When the department determines that it is in the best interests of the public, the
- department may combine any or all of the environmental services, right of way services,
- design services, and construction phases of a public road or other transportation purpose
- project into a single contract using a design-build procedure. Design-build contracts may
- be advertised and awarded notwithstanding the requirements of paragraph (1) of subsection
- 20 (d) of Code Section 32-2-61. However, construction activities may not begin on any
- 21 portion of such projects until title to the necessary rights of way and easements for the
- construction of that portion of the project has vested in the state or a local governmental
- entity and all railroad crossing and utility agreements have been executed.
- 24 (c) The department shall adopt by rule procedures for administering design-build contracts.
- 25 Such procedures shall include, but not be limited to:
- 26 (1) Prequalification requirements;
- 27 (2) Public advertisement procedures;
- 28 (3) Scope of service requirements;
- 29 (4) Letters of interest requirements;
- 30 (5) Request for proposals;
- 31 (6) Criteria for evaluating technical information and project costs;
- 32 (7) Criteria for selection and award process; and
- 33 (8) Criteria for resolution of contract issues.
- 34 (d) The department must receive at least three letters of interest in order to proceed with
- a request for proposals. The department shall request proposals from no fewer than three
- of the design-build firms submitting letters of interest. If a design-build firm withdraws

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1 from consideration after the department requests proposals, the department may continue

- 2 if at least two proposals are received.
- 3 (e) The department may use the design-build procedure for projects where:
- 4 (1) The construction activities are highly specialized and a design-build approach is
- 5 critical in developing the construction methodology;
- 6 (2) The projects selected provide opportunity for greater innovation and efficiencies
- between the designer and the contractor; or
- 8 (3) Significant savings in project delivery time or cost would be realized."
- 9 **SECTION 3.**

10 This Act shall become effective on July 1, 2004.

SECTION 4.

12 All laws and parts of laws in conflict with this Act are repealed.