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By the Committee on Transportation; and Senator Hooper

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A bill to be entitled An act relating to the Department of Transportation; amending s. 334.179, F.S.; revising the definition of the term "certified for use" in regard to permissible use of aggregates; prohibiting a producer from certifying shipments of aggregates which are not in compliance with department rules; requiring a producer to certify aggregates in accordance with specified rules; amending s. 337.11, F.S.; requiring that contracts let by the department for performance of bridge construction or maintenance over navigable waters contain certain insurance requirements; requiring the department to implement and track strategies to reduce the cost of projects while ensuring that such projects meet federal and state standards; authorizing the department to share a portion of cost savings with certain consultants under specified circumstances; providing that payments to consultants may not exceed a specified amount; amending s. 337.1101, F.S.; revising the calculation of a certain settlement paid to a nonselected responsive bidder which requires the department to maintain certain records and provide certain notices to the Legislature and the Attorney General; amending s. 337.14, F.S.; increasing the proposed budget estimates of construction contracts for which an applying contractor may submit certain financial statements; revising procedures relating to certificates of qualification issued by the department

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to construction contractors seeking certification to bid on certain contracts; amending s. 337.168, F.S.; deleting a public records exemption for certain documents that reveal the identity of a potential bidder; amending s. 338.223, F.S.; deleting a requirement regarding the department's request for legislative approval of proposed turnpike projects; creating s. 334.180, F.S.; specifying that an electronic ticket generated by a system used by the department serves as a certain official record; prohibiting local governments from refusing to accept such electronic tickets; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 334.179, Florida Statutes, is amended to read:

334.179 Department standards or specifications for permissible use of aggregates.—

Legislature.

(1) Notwithstanding any law, rule, or ordinance to the contrary, a local government may not adopt standards or specifications that are contrary to the department standards or specifications for permissible use of aggregates that have been certified for use. For purposes of this section, the term "certified for use" means that the aggregates have been certified by the producer in compliance accordance with department rules. This section does not apply to a multicounty independent special district created by a special act of the

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(2) A producer may not certify any shipment of aggregates to a customer other than the department unless such shipment is in compliance with department rules. Notwithstanding this section, producer certification of aggregates must be in accordance with rules adopted pursuant to s. 334.044(10).

Section 2. Present subsections (15) and (16) of section 337.11, Florida Statutes, are redesignated as subsections (18) and (19), respectively, and new subsections (15) and (16) and subsection (17) are added to that section, to read:

- 337.11 Contracting authority of department; bids; emergency repairs, supplemental agreements, and change orders; combined design and construction contracts; progress payments; records; requirements of vehicle registration.—
- (15) Each contract let by the department for performance of bridge construction or maintenance over navigable waters must contain a provision requiring marine general liability insurance, in an amount to be determined by the department, that covers third-party personal injury and property damage caused by vessels used by the contractor in the performance of the work.
- (16) The department shall implement strategies to reduce the cost of all project phases, including design, construction, and inspection, while ensuring that the design and construction of projects meet applicable federal and state standards, and shall track such strategies and the projected savings.
- (17) The department may share with a design services consultant or a construction engineering and inspection services consultant a portion of the construction cost savings realized due to a change in the construction contract design and scope which is initiated after execution of the contract. Payments

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made under this subsection must be calculated taking into consideration the extent that the consultant's input and involvement contributed to such savings. The amount paid to a consultant pursuant to this subsection may not exceed 10 percent of the construction cost savings realized.

Section 3. Subsection (1) of section 337.1101, Florida Statutes, is amended to read:

- 337.1101 Contracting and procurement authority of the department; settlements; notification required.—
- (1) When the department, or any entity or enterprise within the department, determines that it is in the best interest of the public to resolve a protest filed in accordance with s. 120.57(3) of the award of a contract being procured pursuant to s. 337.11 or related to the purchase of personal property or contractual services being procured pursuant to s. 287.057, through a settlement that requires the department to pay a nonselected responsive bidder a total sum of \$1 million or more, including any amount paid pursuant to s. 334.049, any amount paid pursuant to s. 337.11(8) which is not included in the department's work program approved by the Legislature as part of the General Appropriations Act, or any amount paid pursuant to any other law, the department must:
- (a) Document in a written memorandum by the secretary the specific reasons that such settlement and payment to a nonselected responsive bidder is in the best interest of the state. The written memorandum must be included and maintained in the department's permanent files concerning the procurement and must include:
 - 1. A description of the property rights, patent rights,

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copyrights, trademarks, or the engineering design or other design work that the department will acquire or retain as a result of such settlement; and

- 2. The specific appropriation in the existing General Appropriations Act which the department intends to use to provide such payment.
- (b) Provide prior written notification to the President of the Senate, the Speaker of the House of Representatives, the Senate and House of Representatives minority leaders, the chair and vice chair of the Legislative Budget Commission, and the Attorney General at least 5 business days, or as soon thereafter as practicable, before the department makes the settlement agreement final. Such written notification must include the written memorandum required pursuant to paragraph (a).
- (c) Provide, at the time settlement discussions regarding any such payment have begun in earnest, written notification of such discussions to the President of the Senate, the Speaker of the House of Representatives, the Senate and House of Representatives minority leaders, the chair and vice chair of the Legislative Budget Commission, and the Attorney General.
- Section 4. Subsections (1) and (4) of section 337.14, Florida Statutes, are amended to read:
- 337.14 Application for qualification; certificate of qualification; restrictions; request for hearing.—
- (1) \underline{A} Any contractor desiring to bid for the performance of any construction contract in excess of \$250,000 which the department proposes to let must first be certified by the department as qualified pursuant to this section and rules of the department. The rules of the department must address the

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qualification of contractors to bid on construction contracts in excess of \$250,000 and must include requirements with respect to the equipment, past record, experience, financial resources, and organizational personnel of the applying contractor which are necessary to perform the specific class of work for which the contractor seeks certification. Any contractor who desires to bid on contracts in excess of \$50 million and who is not qualified and in good standing with the department as of January 1, 2019, must first be certified by the department as qualified and must have satisfactorily completed two projects, each in excess of \$15 million, for the department or for any other state department of transportation. The department may limit the dollar amount of any contract upon which a contractor is qualified to bid or the aggregate total dollar volume of contracts such contractor is allowed to have under contract at any one time. Each applying contractor seeking qualification to bid on construction contracts in excess of \$250,000 shall furnish the department a statement under oath, on such forms as the department may prescribe, setting forth detailed information as required on the application. Each application for certification must be accompanied by audited, certified financial statements prepared in accordance with generally accepted accounting principles and auditing standards by a certified public accountant licensed in this state or another state. The audited, certified financial statements must be for the applying contractor and must have been prepared within the immediately preceding 12 months. The department may not consider any financial information of the parent entity of the applying contractor, if any. The department may not certify as qualified

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any applying contractor who fails to submit the audited, certified financial statements required by this subsection. If the application or the annual financial statement shows the financial condition of the applying contractor more than 4 months before the date on which the application is received by the department, the applicant must also submit interim audited, certified financial statements prepared in accordance with generally accepted accounting principles and auditing standards by a certified public accountant licensed in this state or another state. The interim financial statements must cover the period from the end date of the annual statement and must show the financial condition of the applying contractor no more than 4 months before the date that the interim financial statements are received by the department. However, upon the request of the applying contractor, an application and accompanying annual or interim financial statement received by the department within 15 days after either 4-month period under this subsection must shall be considered timely. An applying contractor desiring to bid exclusively for the performance of construction contracts with proposed budget estimates of less than \$2 \$1 million may submit reviewed annual or reviewed interim financial statements prepared by a certified public accountant. The information required by this subsection is confidential and exempt from s. 119.07(1). The department shall act upon the application for qualification within 30 days after the department determines that the application is complete. The department may waive the requirements of this subsection for projects having a contract price of \$500,000 or less if the department determines that the project is of a noncritical nature and that the waiver will not

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endanger public health, safety, or property.

(4) If the applicant is found to possess the prescribed qualifications, the department must shall issue to him or her a certificate of qualification that, unless thereafter revoked by the department for good cause, will be valid for a period of 18 months after the date of the applicant's financial statement or such shorter period as the department prescribes. Submission of an application does and subsequent approval do not affect expiration of the certificate of qualification. An applicant may submit a written request with a timely submitted application to keep an existing certificate of qualification in place until the expiration date. If the request is approved by the department, the current maximum capacity rating of the applicant must remain in place until expiration of the current certificate of qualification, the ability factor of the applicant, or the maximum capacity rating of the applicant. If the department finds that an application is incomplete or contains inadequate information or information that cannot be verified, the department may request in writing that the applicant provide the necessary information to complete the application or provide the source from which any information in the application may be verified. If the applicant fails to comply with the initial written request within a reasonable period of time as specified therein, the department must shall request the information a second time. If the applicant fails to comply with the second request within a reasonable period of time as specified therein, the application must shall be denied.

Section 5. Section 337.168, Florida Statutes, is amended to read:

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337.168 Confidentiality of official estimates, identities of potential bidders, and the bid analysis, and monitoring system.—

- (1) A document or electronic file revealing the official cost estimate of the department of a project is confidential and exempt from the provisions of s. 119.07(1) until the contract for the project has been executed or until the project is no longer under active consideration.
- (2) A document that reveals the identity of a person who has requested or obtained a bid package, plan, or specifications pertaining to any project to be let by the department is confidential and exempt from the provisions of s. 119.07(1) for the period that begins 2 working days before the deadline for obtaining bid packages, plans, or specifications and ends with the letting of the bid. A document that reveals the identity of a person who has requested or obtained a bid package, plan, or specifications pertaining to any project to be let by the department before the 2 working days before the deadline for obtaining bid packages, plans, or specifications remains a public record subject to s. 119.07(1).
- (3) The bid analysis and monitoring system of the department is confidential and exempt from the provisions of s. 119.07(1). This exemption applies to all system documentation, input, computer processes and programs, electronic data files, and output, but does not apply to the actual source documents, unless otherwise exempted under other provisions of law.
- Section 6. Paragraph (a) of subsection (1) of section 338.223, Florida Statutes, is amended to read:
 - 338.223 Proposed turnpike projects.

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(1) (a) Any proposed project to be constructed or acquired as part of the turnpike system and any turnpike improvement must shall be included in the tentative work program. A proposed project or group of proposed projects may not be added to the turnpike system unless such project or projects are determined to be economically feasible and a statement of environmental feasibility has been completed for such project or projects and such projects are determined to be consistent, to the maximum extent feasible, with approved local government comprehensive plans of the local governments in which such projects are located. The department may authorize engineering studies, traffic studies, environmental studies, and other expert studies of the location, costs, economic feasibility, and practicality of proposed turnpike projects throughout this the state and may proceed with the design phase of such projects. The department may not request legislative approval of a proposed turnpike project until the design phase of that project is at least 30 percent complete. If a proposed project or group of proposed projects is found to be economically feasible, consistent, to the maximum extent feasible, with approved local government comprehensive plans of the local governments in which such projects are located, and a favorable statement of environmental feasibility has been completed, the department, with the approval of the Legislature, must shall, after the receipt of all necessary permits, construct, maintain, and operate such turnpike projects.

Section 7. Section 334.180, Florida Statutes, is created to read:

334.180 Department electronic tickets.—An electronic ticket

generated by a system used by the department serves as an official record for material deliveries on local government projects. Notwithstanding any law, rule, or ordinance to the contrary, a local government may not refuse to accept such electronic ticket.

Section 8. This act shall take effect July 1, 2023.

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