State of Arkansas 1 A Bill 2 82nd General Assembly Act 776 of 1999 3 Regular Session, 1999 SENATE BILL 471 4 5 By: Senator D. Malone 6 7 For An Act To Be Entitled 8 "AN ACT TO AMEND VARIOUS SECTIONS OF THE ARKANSAS CODE 9 PERTAINING TO PUBLIC WORKS; AND FOR OTHER PURPOSES." 10 11 **Subtitle** 12 "TO AMEND VARIOUS SECTIONS OF THE 13 ARKANSAS CODE PERTAINING TO PUBLIC WORKS 14 PROJECTS. " 15 16 17 18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 19 20 SECTION 1. Arkansas Code 22-9-104 is amended to read as follows: "22-9-104. Proposed capital expenditures. 21 22 (a) Prior to the convening of regular sessions of the General Assembly, 23 each state agency, department, or institution shall submit a proposed capital 24 expenditures request which shall: (1) Identify each public works construction project proposed to 25 26 be constructed or obligated by construction contract by the governmental body during the next biennial period of the state; 27 28 (2) Indicate a method of financing the construction through state 29 appropriation, federal grants, revenue bonds or revenue notes provided by law, the use of agency or institutional receipts, the use of donated funds from 30 private sources, or a combination of one (1) or more such sources; and 31 (3) Be accompanied by estimates of the cost of maintaining and 32 operating the capital improvement facilities once constructed. 33 (b) After appropriate hearings and review, the General Assembly shall 34 35 designate each proposed capital expenditure for construction which has been approved and the method of financing the proposed capital expenditure. 36

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- (c) Proposed capital expenditure projects shall not be undertaken until 2 approved by the General Assembly.
 - (d)(1) In unusual circumstances between sessions of the General Assembly, a state agency, department, or institution which needs to make a capital expenditure in excess of fifty thousand dollars (\$50,000) two hundred fifty thousand dollars (\$250,000), which has not been approved by the General Assembly, may submit a request for the expenditure to the Chief Fiscal Officer of the State, who shall review the request and submit his recommendation for the method of finance for the expenditure to the Legislative Council for its advice and recommendation.
 - (2) Upon obtaining the advice and recommendation of the Legislative Council, the state agency, department, or institution is authorized to proceed with the capital expenditure, subject to the provisions of the General Accounting and Budgetary Procedures Law, § 19-4-101 et seq., and other fiscal laws of the state.
 - (e) As used in this section, 'public works construction project' means the purchase or construction of all lands, buildings, structures, utility systems, and similar facilities for the use of the governmental body filing the request but shall not include projects involving less than fifty thousand dollars (\$50,000) two hundred fifty thousand dollars (\$250,000) or the mere repair, alteration, or renovation of facilities.
 - (f) Nothing in this section shall apply to public school districts."
 - SECTION 2. Arkansas Code 22-9-201 is amended to add a subsection to read as follows:
 - "(c) The notice provisions of §§§ 19-4-1401, 19-4-1405, 22-9-204 shall not apply to contracts in the performance of any work or making of any capital <u>improvements</u> <u>due</u> <u>to</u> <u>emergency</u> <u>contracting</u> <u>procedures</u>.
 - (1) Emergency contracting procedures means the acquisition of services and materials for capital improvements which are in accordance with the State Building Services Minimum Standards and Criteria.
 - (2) The Director of Arkansas State Building Services or a designee may make or authorize others to make emergency contracting procedures as defined in (c)(1) above, and in accordance with the State Building Services Minimum Standards and Criteria."

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1 SECTION 3. Arkansas Code 19-4-1401 is amended to read as follows: 2 "19-4-1401. Notice required.

In all instances wherein the state has any interest whatsoever in construction work requiring bids, the notice provisions of §§ 22-9-201 - 22-9-204 shall be strictly complied with and observed. Nothing in this subchapter shall be construed to amend or repeal these statutes, except those emergency procedures provided by §§ 22-9-201 - 22-9-204."

- SECTION 4. Arkansas Code 22-9-208 is amended to read as follows: "22-9-208. Renovation of historic sites Legislative intent and construction.
 - (a) The General Assembly finds and determines that the:
- (1) Mandatory adherence to competitive bidding of all costs in altering, repairing, or renovating historic sites and structures has resulted in increased costs due to the inability of bidders to accurately determine, on the basis of only an external examination of the historic sites and structures, the exact quantity of labor, materials, and supplies necessary to meet the restoration standards;
- (2) The State of Arkansas would conserve state revenues by giving agencies charged with restoring or maintaining historic properties authority to select the contractors on the basis of the lowest responsible bid price, the bidder's experience in like work, and the techniques he proposes to employ, and by giving the agencies authority to reimburse contractors on an actual cost basis for those cost components which cannot be accurately predetermined before undertaking the project; and
- (3) Procedures provided in subdivision (a)(2) of this section should be applicable for specific projects only after review and approval by the Chief Fiscal Officer of the State, the State Building Services Council, and the Legislative Council. The state or entities thereof shall make an assessment regarding the applicability of those procedures provided in subdivision (2) on a project-by-project basis.
- (b) In the event there is conflict between the provisions of this section and §§ 22-9-209 22-9-211 and the provisions of any other act insofar as the restoration of historic structures is concerned, the procedures set forth in this section and §§ 22-9-209 22-9-211 shall govern."

| 1 | SECTION 5. All provisions of this act of a general and permanent nature |
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| 2 | are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code |
| 3 | Revision Commission shall incorporate the same in the Code. |
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| 5 | SECTION 6. If any provision of this act or the application thereof to |
| 6 | any person or circumstance is held invalid, such invalidity shall not affect |
| 7 | other provisions or applications of the act which can be given effect without |
| 8 | the invalid provision or application, and to this end the provisions of this |
| 9 | act are declared to be severable. |
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| 11 | SECTION 7. All laws and parts of laws in conflict with this act are |
| 12 | hereby repealed. |
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