18

25

. 155945. 1

1

2

10

11

12

SENATE BILL 897

47TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2005

INTRODUCED BY

H. Di ane Snyder

AN ACT

RELATING TO PROCUREMENT: LOWERING THE MINIMUM CONSTRUCTION COST FOR DESIGN AND BUILD PROJECTS; REQUIRING PAYMENT OF A STIPEND TO SHORT-LISTED FIRMS AND THE HIGHEST-RANKED FIRM TO COVER PROPOSAL EXPENSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 13-1-119.1 NMSA 1978 (being Laws 1997, Section 1. Chapter 171, Section 5, as amended) is amended to read:

"13-1-119. 1. PUBLIC WORKS PROJECT DELIVERY SYSTEM-DESIGN AND BUILD PROJECTS AUTHORIZED. --

Except for road and highway construction or reconstruction projects, a design and build project delivery system may be authorized when the state purchasing agent or a central purchasing office makes a determination in writing that it is appropriate and in the best interest of the state or

local public body to use the system on a specific project with a [maximum] minimum allowable construction cost of [more than ten million dollars (\$10,000,000)] five million dollars (\$5,000,000). The determination shall be issued only after the state purchasing agent or a central purchasing office has taken into consideration the following criteria, which shall be used as the minimum basis in determining when to use the design and build process:

- (1) the extent to which the project requirements have been or can be adequately defined;
- (2) time constraints for delivery of the project;
- (3) the capability and experience of potential teams with the design and build process;
- (4) the suitability of the project for use of the design and build process as concerns time, schedule, costs and quality; and
- (5) the capability of the using agency to manage the project, including experienced personnel or outside consultants, and to oversee the project with persons who are familiar with the design and build process.
- B. When a determination has been made by the state purchasing agent or a central purchasing office that it is appropriate to use a design and build project delivery system, the design and build team shall include, as needed, a New

. 155945. 1

Mexico registered engineer or architect and a contractor properly licensed in New Mexico for the type of work required.

- C. Except as provided in Subsections F and G of this section, for each proposed state or local public works design and build project, a two-phase procedure for awarding design and build contracts shall be adopted and shall include at a minimum the following:
- (1) during phase one, and prior to solicitation, documents shall be prepared for a request for qualifications by a registered engineer or architect, either in-house or selected in accordance with Sections 13-1-120 through 13-1-124 NMSA 1978, and shall include minimum qualifications, a scope of work statement and schedule, documents defining the project requirements, the composition of the selection committee and a description of the phase-two requirements and subsequent management needed to bring the project to completion. Design and build qualifications of responding firms shall be evaluated and a maximum of five firms shall be short-listed in accordance with technical and qualifications-based criteria; and
- (2) during phase two, the short-listed firms shall be invited to submit detailed specific technical concepts or solutions, costs and scheduling. Unsuccessful firms [may] on the short list and the highest-ranked firm shall be paid a stipend to cover proposal expenses in an amount equal to one

. 155945. 1

shall not entitle an agency to ownership of the documents or ideas represented in the documents. After evaluation of these submissions, selection shall be made and the contract awarded to the highest-ranked firm.

- D. Except as provided in Subsections F and G of this section, to ensure fair, uniform, clear and effective procedures that will strive for the delivery of a quality project on time and within budget, the secretary, in conjunction with the appropriate and affected professional associations and contractors, shall promulgate rules applicable to all using agencies, which shall be followed by all using agencies when procuring a design and build project delivery system.
- E. A state agency shall make the decision on a design and build project delivery system for a state public works project, and a local public body shall make that decision for a local public works project. A state agency shall not make the decision on a design and build project delivery system for a local public works project.
- F. The requirements of Subsections C and D of this section and the minimum construction cost requirement of Subsection A of this section do not apply to a design and build project delivery system and the services procured for the project if:

. 155945. 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

		(1)	the ma	ximum all	owabl e	constructi on	cost	of
the projec	ct is	four	hundred	thousand	dollar	s (\$400, 000)	or	
less: and								

- **(2)** the only requirement for architects, engineers, landscape architects or surveyors is limited to either site improvements or [adaption] adaptation for a preengineered building or system.
- The procurement of a design and build project G. delivery system qualifying for exemptions pursuant to Subsection F of this section, including the services of any architect, engineer, landscape architect, construction manager or surveyor needed for the project, shall be accomplished by competitive sealed bids pursuant to Sections 13-1-102 through 13-1-110 NMSA 1978."

- 5 -