ASSEMBLY BILL NO. 418-ASSEMBLYMAN PERKINS

MARCH 17, 2003

Referred to Committee on Ways and Means

SUMMARY—Privatizes construction management duties of State Public Works Board. (BDR 28-1189)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

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EXPLANATION - Matter in bolded italics is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to the State Public Works Board: requiring the State Public Works Board to contract with a private business for the management of certain construction and major repairs of projects of the Board; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 341.145 is hereby amended to read as follows: 341.145 The Board:

- 1. Has final authority to approve the architecture of all buildings, plans, designs, types of construction, major repairs and designs of landscaping.
- 2. Shall determine whether any rebates are available from a public utility for installing devices in any state building which are designed to decrease the use of energy in the building. If such a rebate is available, the Board shall apply for the rebate.
- 3. Shall solicit bids for and let all contracts for new construction or major repairs.
- 4. May negotiate with the lowest responsible and responsive bidder on any contract to obtain a revised bid if:
- 14 (a) The bid is less than the appropriation made by the 15 Legislature for that building project; and



- (b) The bid does not exceed the relevant budget item for that building project as established by the Board by more than 10 percent.
 - 5. May reject any or all bids.

- 6. After the contract is let, shall solicit bids for a contract for a person or business to supervise and inspect the construction and major repairs. The Board shall award and execute the contract as soon as practicable after the contract for the construction or major repair is let. The cost of the contract for supervision and inspection must be financed from the capital construction program approved by the Legislature.
- 7. Shall obtain approval from the Interim Finance Committee when the Legislature is not in regular or special session, or from the Legislature by concurrent resolution when the Legislature is in regular or special session, for any change in the scope of the design or construction of a project as that project was authorized by the Legislature. The Board shall adopt by regulation criteria for determining whether a change in the scope of the design or construction of a project requires such approval.
 - 8. May authorize change orders, before or during construction:
- (a) In any amount, where the change represents a reduction in the awarded contract price.
- (b) Not to exceed in the aggregate 10 percent of the total awarded contract price, where the change represents an increase in that price.
- 9. Shall specify in any contract with a design professional the period within which the design professional must prepare and submit to the Board a change order that has been authorized by the design professional. As used in this subsection, "design professional" means a person with a professional license or certificate issued pursuant to chapter 623, 623A or 625 of NRS.
- 10. Has final authority to accept each building as completed or to require necessary alterations to conform to the contract, and to file the notice of completion.
- **Sec. 2.** This act becomes effective on July 1, 2004, and expires by limitation on July 1, 2005.



