SENATE BILL NO. 135

INTRODUCED BY MOHAR, HAFFEY, HARBIN

BY REQUEST OF THE DEPARTMENT OF ADMINISTRATION

IN THE SENATE

January 18, 1985	Introduced and referred to Committee on State Administration.
January 30, 1985	Committee recommend bill do pass. Report adopted.
January 31, 1985	Bill printed and placed on members' desks.
February 1, 1985	Second reading, do pass.
February 2, 1985	Considered correctly engrossed.
February 4, 1985	Third reading, passed. Ayes, 45; Noes, 1.
	Transmitted to House.

IN THE HOUSE

February 27, 1985	Introduced and referred to Committee on State Administration.
March 12, 1985	Committee recommend bill be concurred in. Report adopted.
March 14, 1985	Second reading, not concurred in.
	Returned to Senate.

IN THE SENATE

March	14,	1985			Received from House.
March	15,	1985			On motion, request of House granted for return of Senate Bill No. 135 for further consideration.
March	16,	1985			Bill returned to House.
			IN	THE H	OUSE
March	19,	1985			Motion pass consideration.
March	22,	1985			Second reading, concurred in as amended. Report adopted.
March	25,	1985			Third reading, concurred in.
					Returned to Senate with amendments.
			IN	THE S	ENATE
March	25,	1985			Received from House with amendments.
April	2, 1	1985			Second reading, amendments concurred in.
April	4, 1	1985			Third reading, amendments concurred in. Ayes, 49; Noes, 0.
					Sent to enrolling.
					Reported correctly enrolled.

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1	Senate BILL NO. 135
2	INTRODUCED BY Mofen Halley Larling
3	BY REQUEST OF THE DEPARTMENT OF ADMINISTRATION
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A BILL FOR AN ACT ENTITLED: "AN ACT TO ELIMINATE THE REQUIREMENT THAT THE BOARD OF EXAMINERS APPROVE CHANGE ORDERS CONCERNING THE CONSTRUCTION OF BUILDINGS; AMENDING SECTION 18-2-103, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 18-2-103, MCA, is amended to read:

"18-2-103. Supervision of construction of buildings.

(1) For the construction of a building costing more than

\$25,000, the department of administration shall:

16 (a) review and approve all plans and working drawings
17 prepared by architects:

- (b) approve all bond issues or other financial arrangements and supervise and approve the expenditure of all moneys;
- (c) under the supervision and with the approval of the board of examiners, solicit, accept, and reject bids and award all contracts to the lowest qualified bidder considering conformity with specifications and terms and reasonableness of bid amount;

- (d) review and,--with--the--consent--of--the-board-of
 examiners, approve all change orders;
- (e) accept the building when completed according toapproved plans and specifications.
- 5 (2) For repair and maintenance projects, the 6 supervision, approval, and consent of the board of examiners 7 are not required.
- 8 (3) Before any contract under subsection (1) is 9 awarded, two formal bids must have been received, if 10 reasonably available.
- 11 (4) The department of administration is responsible for concurring in construction projects where the proposed 12 cost is less than \$25,000 but more than \$5,000. Before any 13 14 contract under this subsection is approved for construction, 15 alteration, repair, maintenance, or improvement, at least 16 three informal bids, if reasonably available, shall be procured from bona fide contractors duly licensed as such in 17 18 the state of Montana.
 - (5) The department need not require the provisions of Montana law relating to advertising, bidding, or supervision where proposed construction costs are less than \$5,000.
- 22 (6) For the construction of buildings owned or to be 23 owned by a school district, the department of administration 24 shall, upon request, provide inspection to insure compliance 25 with the plans and specifications for the construction of

such buildings. "Construction" shall include construction, repair, alteration, equipping, and furnishing during construction, repair, or alteration. These services shall be provided at a cost to be contracted for between the department of administration and the school district, with the receipts to be deposited in the department of administration's construction regulation account in a state special revenue fund.

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housing and other facilities constructed under the authority of the regents of the university system are subject to the provisions of subsections (1) through (3) of this section."

NEW SECTION. Section 2. Extension of authority. Any existing authority of the department of administration to make rules on the subject of the provisions of this act is extended to the provisions of this act.

(7) It is the intent of the legislature that student

17 <u>NEW SECTION.</u> Section 3. Effective date. This act is 18 effective on passage and approval.

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APPROVED BY COMMITTEE ON STATE ADMINISTRATION

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1	Senate BILL NO. 135
2	INTRODUCED BY Mofen Haffay Lander
3	BY REQUEST OF THE DEPARTMENT OF ADMINISTRATION
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5	A BILL FOR AN ACT ENTITLED: "AN ACT TO ELIMINATE THE
6	REQUIREMENT THAT THE BOARD OF EXAMINERS APPROVE CHANGE
7	ORDERS CONCERNING THE CONSTRUCTION OF BUILDINGS; AMENDING
8	SECTION 18-2-103, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE
9	DATE."
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13	"18-2-103. Supervision of construction of buildings.
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15	\$25,000, the department of administration shall:
16	(a) review and approve all plans and working drawings
17	prepared by architects;
18	(b) approve all bond issues or other financial
19	arrangements and supervise and approve the expenditure of
20	all moneys;
21	(c) under the supervision and with the approval of the
22	board of examiners, solicit, accept, and reject bids and
23	award all contracts to the lowest qualified bidder
24	considering conformity with specifications and terms and
25	reasonableness of bid amount;

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Montana	Legislacive	Council

- (d) review and_--with--the--consent--of--the-board-of
 examiners_ approve all change orders;
- 3 (e) accept the building when completed according to4 approved plans and specifications.
- (2) For repair and maintenance projects, the supervision, approval, and consent of the board of examiners are not required.
- 8 (3) Before any contract under subsection (1) is 9 awarded, two formal bids must have been received, if 10 reasonably available.
 - (4) The department of administration is responsible for concurring in construction projects where the proposed cost is less than \$25,000 but more than \$5,000. Before any contract under this subsection is approved for construction, alteration, repair, maintenance, or improvement, at least three informal bids, if reasonably available, shall be procured from bona fide contractors duly licensed as such in the state of Montana.
 - (5) The department need not require the provisions of Montana law relating to advertising, bidding, or supervision where proposed construction costs are less than \$5,000.
 - (6) For the construction of buildings owned or to be owned by a school district, the department of administration shall, upon request, provide inspection to insure compliance with the plans and specifications for the construction of

- such buildings. "Construction" shall include construction,
 repair, alteration, equipping, and furnishing during
 construction, repair, or alteration. These services shall be
 provided at a cost to be contracted for between the
 department of administration and the school district, with
 the receipts to be deposited in the department of
 administration's construction regulation account in a state
 special revenue fund.
- 9 (7) It is the intent of the legislature that student 10 housing and other facilities constructed under the authority 11 of the regents of the university system are subject to the 12 provisions of subsections (1) through (3) of this section." 13 NEW SECTION. Section 2. Extension of authority. Any 14 existing authority of the department of administration to 15 make rules on the subject of the provisions of this act is 16 extended to the provisions of this act.
- NEW SECTION. Section 3. Effective date. This act is effective on passage and approval.

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24	considering conformity with specifications and terms and
25	reasonableness of bid amount:

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2	examiners, approve all change orders;
3	(e) accept the building when completed according to
1	approved plans and specifications.
5	(2) For repair and maintenance projects, the
5	supervision, approval, and consent of the board of examiners
7	are not required.

- (3) Before any contract under subsection (1) awarded, two formal bids must have been received, if reasonably available.
- 11 (4) The department of administration is responsible 12 for concurring in construction projects where the proposed 13 cost is less than \$25,000 but more than \$5,000. Before any 14 contract under this subsection is approved for construction, 15 alteration, repair, maintenance, or improvement, at least 16 three informal bids, if reasonably available, shall be 17 procured from bona fide contractors duly licensed as such in 18 the state of Montana.
 - (5) The department need not require the provisions of Montana law relating to advertising, bidding, or supervision where proposed construction costs are less than \$5,000.
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- such buildings. "Construction" shall include construction, repair, alteration, equipping, and furnishing during construction, repair, or alteration. These services shall be provided at a cost to be contracted for between the department of administration and the school district, with the receipts to be deposited in the department of administration's construction regulation account in a state special revenue fund.
- 9 (7) It is the intent of the legislature that student
 10 housing and other facilities constructed under the authority
 11 of the regents of the university system are subject to the
 12 provisions of subsections (1) through (3) of this section."
- NEW SECTION. Section 2. Extension of authority. Any existing authority of the department of administration to make rules on the subject of the provisions of this act is extended to the provisions of this act.
- NEW SECTION. Section 3. Effective date. This act is effective on passage and approval.

COMMITTEE OF THE WHOLE AMENDMENT

HOUSE			3-18-85 DATE
			1:37 TIME
MR. CHAIRMAN: I MOVE TO AMEND		SENATE BILL	 _No
third	, blue) so follows:	

Color

1. Page 2, line 2.

Strike: ";"

Insert: "up to \$5,000. Any other change order must be with the consent of the board of examiners. The board of examiners shall act within 14 working days after processing completion by the department."

ADOPT REJECT

Rep. Jack Moore

Mure

SENATE BILL NO. 135

49th Legislature

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3	BY REQUEST OF THE DEPARTMENT OF ADMINISTRATION
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1	(d) review andwiththeconsentofthe-board-of
2	exeminers, approve all change orders, UP TO \$5,000. ANY
3	OTHER CHANGE ORDER MUST BE WITH THE CONSENT OF THE BOARD OF
4	EXAMINERS, THE BOARD OF EXAMINERS SHALL ACT WITHIN 14
5	WORKING DAYS AFTER PROCESSING COMPLETION BY THE DEPARTMENT.
6	(e) accept the building when completed according to
7	approved plans and specifications.
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