By: Ratliff S.B. No. 1331

A BILL TO BE ENTITLED

AN ACT

2 relating to procurement procedures for construction-related

3 services for public school districts, institutions of higher

4 education, and the Texas Building and Procurement Commission.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Subchapter F, Chapter 2166, Government Code, is

- amended by adding Section 2166.2535 to read as follows:

 Sec. 2166.2535. CONSTRUCTION MANAGER-AGENT. (a) The
- 8 Sec. 2166.2535. CONSTRUCTION MANAGER-AGENT. (a) The
 9 commission may use the construction manager-agent method for a
 10 project. In using that method and in entering into a contract for
 11 the services of a construction manager-agent, the commission shall
 12 follow the procedures prescribed by this section.
 - (b) A construction manager-agent is a sole proprietorship, partnership, corporation, or other legal entity that provides consultation to the commission regarding construction, rehabilitation, alteration, or repair of a facility. The commission, when using the construction manager-agent method, may, under the contract between the commission and the construction manager-agent, require the construction manager-agent to provide administrative personnel, equipment necessary to perform duties under this section, and on-site management and other services specified in the contract. A construction manager-agent represents the commission in a fiduciary capacity.
- 24 (c) Before or concurrently with selecting a construction

13

14

15

16

17

18

19

20

21

22

23

S.B. No. 1331

manager-agent, the commission shall select or designate an engineer 1 2 or architect who shall prepare the construction documents for the 3 project and who has full responsibility for complying with Chapter 4 1001 or 1051, Occupations Code, as applicable. If the engineer or architect is not a full-time employee of the commission, the 5 6 commission shall select the engineer or architect on the basis of 7 demonstrated competence and qualifications as provided by Section 2254.004. A commission engineer or architect may not serve, alone 8 or in combination with another person, as the construction 9 manager-agent unless the engineer or architect is hired to serve as 10 the construction manager-agent under a separate or concurrent 11 procurement conducted in accordance with this subchapter. This 12 subsection does not prohibit a commission engineer or architect 13 from providing customary construction phase services under the 14 15 engineer's or architect's original professional service agreement 16 in accordance with applicable licensing laws.

(d) The commission shall select a construction manager-agent on the basis of demonstrated competence and qualifications in the same manner as provided for the selection of engineers or architects under Section 2254.004.

17

18

19

20

21

22

23

24

25

- (e) When using the construction manager-agent method, the commission shall procure, in accordance with applicable law and in any manner authorized by this chapter, a general contractor, trade contractors, or subcontractors who will serve as the prime contractor for their specific portion of the work.
- 26 <u>(f) The commission or the construction manager-agent shall</u> 27 <u>procure in accordance with Section 2254.004 all of the testing of</u>

- S.B. No. 1331
- 1 construction materials engineering, the inspection services, and
- 2 the verification testing services necessary for acceptance of the
- 3 <u>facility by the commission.</u>
- 4 SECTION 2. Section 2166.2532(c), Government Code, is 5 amended to read as follows:
- 6 (c) Before or concurrently with selecting a construction manager-at-risk, the commission shall select or designate an 7 8 engineer or architect who shall prepare the construction documents 9 for the project and who has full responsibility for complying with Chapter 1001 or 1051, Occupations Code [The Texas Engineering 10 Practice Act (Article 3271a, Vernon's Texas Civil Statutes) or 11 Chapter 478, Acts of the 45th Legislature, Regular Session, 1937 12 (Article 249a, Vernon's Texas Civil Statutes)], as applicable. 13 14 the engineer or architect is not a full-time employee of the 15 commission, the commission shall select the engineer or architect on the basis of demonstrated competence and qualifications as 16 17 provided by Section 2254.004. The commission's engineer or architect for a project may not serve, alone or in combination with 18 19 another, as the construction manager-at-risk <u>unless the engineer or</u> architect is hired to serve as the construction manager-at-risk 20 21 under a separate or concurrent procurement conducted in accordance with this subchapter. This subsection does not prohibit a 22 commission engineer or architect from providing customary 23 24 construction phase services under the engineer's or architect's original professional service agreement in accordance with 25 26 applicable licensing laws.
- SECTION 3. Section 44.038(c), Education Code, is amended to

1 read as follows:

- Before or concurrently with selecting a construction 2 manager-at-risk, the district shall select or designate an engineer 3 or architect who shall prepare the construction documents for the 4 5 project and who has full responsibility for complying with Chapter 6 1001 or 1051, Occupations Code [The Texas Engineering Practice Act (Article 3271a, Vernon's Texas Civil Statutes) or Chapter 478, Acts 7 8 of the 45th Legislature, Regular Session, 1937 (Article 249a, Vernon's Texas Civil Statutes)], as applicable. If the engineer or 9 10 architect is not a full-time employee of the district, the district shall select the engineer or architect on the basis of demonstrated 11 competence and qualifications as provided by Section 2254.004, 12 Code. district's engineer, architect, 13 Government The 14 construction manager-agent for a project may not serve, alone or in combination with another, as the construction manager-at-risk 15 unless the engineer or architect is hired to serve as the 16 17 construction manager-at-risk under a separate or concurrent procurement conducted in accordance with this subchapter. This 18 19 subsection does not prohibit the district's engineer or architect from providing customary construction phase services under the 20 21 engineer's or architect's original professional service agreement in accordance with applicable licensing laws. 22
- 23 SECTION 4. Section 51.782(c), Education Code, is amended to 24 read as follows:
- 25 (c) Before or concurrently with selecting a construction 26 manager-at-risk, the board shall select or designate an engineer or 27 architect who shall prepare the construction documents for the

S.B. No. 1331

project and who has full responsibility for complying with Chapter 1 2 1001 or 1051, Occupations Code [The Texas Engineering Practice Act (Article 3271a, Vernon's Texas Civil Statutes) or Chapter 478, Acts 3 of the 45th Legislature, Regular Session, 1937 (Article 249a, 4 5 Vernon's Texas Civil Statutes)], as applicable. If the engineer or architect is not a full-time employee of the institution, the board 6 7 shall select the engineer or architect on the basis of demonstrated 8 competence and qualifications as provided by Section 2254.004, The institution's engineer, architect, or 9 Government Code. 10 construction manager-agent for a project may not serve, alone or in combination with another, as the construction manager-at-risk 11 12 unless the engineer or architect is hired to serve as the construction manager-at-risk under a separate or concurrent 13 procurement conducted in accordance with this subchapter. This 14 15 subsection does not prohibit the institution's engineer or architect from providing customary construction phase services 16 17 under the engineer's or architect's original professional service agreement in accordance with applicable licensing laws. 18

SECTION 5. (a) The changes in law made by this Act apply only to a construction project for which a bid, proposal, offer, or qualification, as applicable, is first advertised or otherwise solicited on or after September 1, 2003.

19

20

21

22

23

24

25

26

27

(b) A construction project for which a bid, proposal, offer, or qualification, as applicable, is first advertised or otherwise solicited before September 1, 2003, is governed by the law as it existed immediately before the effective date of this Act, and that law is continued in effect for that purpose.

S.B. No. 1331

1 SECTION 6. This Act takes effect September 1, 2003.