LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 745

Introduced by Avery, 28.

Read first time January 09, 2014

Committee: Government, Military and Veterans Affairs

A BILL

1 FOR AN ACT relating to governmental functions; to amend sections 77-2215, 81-153, and 81-181, Reissue Revised Statutes of 2 Nebraska, and sections 73-507 and 81-1018, Revised 3 Statutes Cumulative Supplement, 2012; to provide an exception to certain requirements for contracts for services; to change and eliminate provisions for 6 duplicate warrants; to change a duty for the material 7 8 division of the Department of Administrative Services; to 9 change report requirements under the Deferred Building Renewal Act; to change provisions relating to state-owned 10 vehicles; and to repeal the original sections. 11

12 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 73-507, Revised Statutes Cumulative

- 2 Supplement, 2012, is amended to read:
- 3 73-507 (1) Subject to review by the Director of
- 4 Administrative Services, the division shall provide procedures to
- 5 grant limited exceptions from sections 73-504, 73-508, and 73-509
- 6 for:
- 7 (a) Sole source and emergency contracts; and
- 8 (a) Sole source contracts, emergency contracts, and
- 9 contracts for services when the price has been established by the
- 10 <u>federal General Services Administration or competitively bid by</u>
- 11 <u>another state or group of states, a group of states and any political</u>
- 12 <u>subdivision</u> of any other state, or a cooperative purchasing
- organization on behalf of a group of states; and
- 14 (b) Other circumstances or specific contracts when any of
- 15 the requirements of sections 73-504, 73-508, and 73-509 are not
- 16 appropriate for or are not compatible with the circumstances or
- 17 contract. The division shall provide a written rationale which shall
- 18 be kept on file when granting an exception under this subdivision.
- 19 (2) The following types of contracts for services are not
- 20 subject to sections 73-504, 73-508, 73-509, and 73-510:
- 21 (a) Contracts for services subject to the Nebraska
- 22 Consultants' Competitive Negotiation Act;
- 23 (b) Contracts for services subject to federal law,
- 24 regulation, or policy or state statute, under which a state agency is
- 25 required to use a different selection process or to contract with an

- identified contractor or type of contractor;
- 2 (c) Contracts for professional legal services and
- 3 services of expert witnesses, hearing officers, or administrative law
- 4 judges retained by state agencies for administrative or court
- 5 proceedings;
- 6 (d) Contracts involving state or federal financial
- 7 assistance passed through by a state agency to a political
- 8 subdivision;
- 9 (e) Contracts with a value of fifteen million dollars or
- 10 less with direct providers of medical, behavioral, or developmental
- 11 health services, child care, or child welfare services to an
- 12 individual;
- 13 (f) Agreements for services to be performed for a state
- 14 agency by another state or local government agency or contracts made
- 15 by a state agency with a local government agency for the direct
- 16 provision of services to the public;
- 17 (g) Agreements for services between a state agency and
- 18 the University of Nebraska, the Nebraska state colleges, the courts,
- 19 the Legislature, or other officers or state agencies established by
- 20 the Constitution of Nebraska;
- 21 (h) Department of Insurance contracts for financial or
- 22 actuarial examination, for rehabilitation, conservation,
- 23 reorganization, or liquidation of licensees, and for professional
- 24 services related to residual pools or excess funds under the agency's
- 25 control;

(i) Department of Roads contracts for all road and bridge

- 2 projects;
- 3 (j) Nebraska Investment Council contracts; and
- 4 (k) Contracts under section 57-1503.
- 5 Sec. 2. Section 77-2215, Reissue Revised Statutes of
- 6 Nebraska, is amended to read:
- 7 77-2215 (1) Whenever it shall be made to appear to the
- 8 satisfaction of any officer, except the Director of Administrative
- 9 Services, authorized by law to issue warrants, that any warrant
- 10 issued by him or her has been lost or destroyed, such officer shall
- 11 have authority to issue a duplicate replacement thereof. , numbered
- 12 the same as the original, with the word duplicate written or printed
- 13 in red ink across the face thereof. No duplicate replacement warrant
- 14 shall be issued until the party applying for the same shall make an
- 15 affidavit that such party was the owner of the original warrant and
- 16 shall also file with such officer an indemnity bond with good and
- 17 sufficient security, conditioned to refund any money received by the
- 18 party or his or her assigns on such duplicate replacement in case of
- 19 presentation and payment of the original by the treasurer upon whom
- 20 the same is drawn, whether upon a genuine endorsement thereon or
- 21 otherwise. The payee of any lost or destroyed warrant shall not be
- 22 required to file an indemnity bond when the affidavit shows that such
- 23 payee has not received such lost or destroyed warrant and cannot
- 24 reasonably expect to receive it.
- 25 (2) Whenever it shall have come to the attention of the

1 Director of Administrative Services that an outstanding warrant has

- 2 not been presented for payment, the Director of Administrative
- 3 Services shall immediately issue a stop-payment order and notify the
- 4 State Treasurer, by letter, of the issuance of such order. After the
- 5 expiration of seven working days from the issuance of such order, if
- 6 in the meantime such outstanding warrant has not been presented for
- 7 payment, the Director of Administrative Services shall have authority
- 8 to issue a duplicate replacement thereof. , numbered the same as the
- 9 original, with the word duplicate written or printed in red ink
- 10 across the face thereof. In an emergency, the Director of
- 11 Administrative Services may immediately issue such duplicate
- 12 <u>replacement</u> warrant.
- 13 Sec. 3. Section 81-153, Reissue Revised Statutes of
- 14 Nebraska, is amended to read:
- 15 81-153 The materiel division shall have the power and
- 16 duty to:
- 17 (1) Purchase or contract for, in the name of the state,
- 18 the personal property required by the using agencies and the state;
- 19 (2) Promulgate, apply, and enforce standard
- 20 specifications established as provided in section 81-154;
- 21 (3) Sell and dispose of personal property that is not
- 22 needed by the state or its using agencies as provided in section
- 23 81-161.04 or initiate trade-ins when determined to be in the best
- 24 interest of the state;
- 25 (4) Determine the utility, quality, fitness, and

- 1 suitability of all personal property tendered or furnished;
- 2 (5) Make rules and regulations consistent with sections
- 3 81-145 to 81-171 and 81-1118 to 81-1118.06 to carry into effect the
- 4 provisions thereof. Such rules and regulations shall include
- 5 provisions for modifying and terminating purchase contracts and the
- 6 cost principles to be used in such modification or termination;
- 7 (6) Employ such clerical, technical, and other assistants
- 8 as may be necessary to properly administer such sections, fix their
- 9 compensation, and prescribe their duties in connection therewith,
- 10 subject to existing laws and appropriations;
- 11 (7) Allow the purchase of items personal property without
- 12 competitive bidding when the price has been established by the
- 13 federal General Services Administration or to allow the purchase of
- 14 <u>items personal property</u> by participation in a contract competitively
- 15 bid by another state or group of states, a group of states and any
- 16 political subdivision of any other state, or a cooperative purchasing
- 17 organization on behalf of a group of states. The division may also
- 18 give consideration to a sheltered workshop pursuant to section
- 19 48-1503 in making such purchases;
- 20 (8) Enter into any personal property lease agreement when
- 21 it appears to be in the best interest of the state; and
- 22 (9) Negotiate purchases and contracts when conditions
- 23 exist to defeat the purpose and principles of public competitive
- 24 bidding.
- 25 Sec. 4. Section 81-181, Reissue Revised Statutes of

1 Nebraska, is amended to read:

2 81-181 (1) Not later than December September 15 of each 3 even-numbered year, each agency shall submit to the Governor, in the 4 form prescribed by him or her, a report of its proposed building 5 renewal projects for the next fiscal year. biennium. Such report 6 shall contain the information specified in section 81-177 and shall 7 constitute a request for the allocation of funds from the Building 8 Renewal Allocation Fund. Such report shall also constitute, as applicable, a request for the allocation of funds from the State 9 Building Renewal Assessment Fund, University Building Renewal 10 Assessment Fund, or State College Building Renewal Assessment Fund. 11 12 The Governor shall, with the advice of the task force, allocate from 13 such funds the sum necessary for the accomplishment of projects approved by him or her. Allocations from the Building Renewal 14 15 Allocation Fund shall be made in a manner that assures accomplishment of Class I projects first, followed by accomplishment of Class II 16 projects, and then accomplishment of Class III projects, unless doing 17 18 so in a particular case would violate sound building renewal policies and practices. The amount of such allocation shall not be transferred 19 20 to the agency but shall remain within, as applicable, the Building Renewal Allocation Fund, State Building Renewal Assessment Fund, 21 University Building Renewal Assessment Fund, or State College 22 23 Building Renewal Assessment Fund subject to the control of the Governor until disbursed consistent with the provisions of the 24 25 Deferred Building Renewal Act.

1 (2) The University of Nebraska and the state colleges may 2 include in their reports under subsection (1) of this section their 3 proposed building renovation projects that have received approval of 4 the Coordinating Commission for Postsecondary Education, if required 5 pursuant to section 85-1414, for the coming fiscal year biennium as authorized by section 81-188.03 or 81-188.05, as applicable, which 6 7 shall constitute requests for allocation of funds for such proposed 8 projects from the University Building Renewal Assessment Fund or the State College Building Renewal Assessment Fund, as applicable. The 9 Governor, with the advice of the task force, shall allocate from the 10 University Building Renewal Assessment Fund or the State College 11 12 Building Renewal Assessment Fund, as applicable, the sum necessary 13 for the accomplishment of the renovation projects approved by him or 14 her. Such allocations shall not be transferred to the University of 15 Nebraska or the state college or colleges making the request but shall remain in the University Building Renewal Assessment Fund or 16 the State College Building Renewal Assessment Fund, as applicable, 17 subject to the control of the Governor until disbursed pursuant to 18 the Deferred Building Renewal Act. 19 20 Sec. 5. Section 81-1018, Revised Statutes Cumulative Supplement, 2012, is amended to read: 21 81-1018 (1) The Legislature hereby declares that the 22 23 purpose and intent of this section are to take positive steps to reduce the consumption of gasoline in this state and to make the most 24 efficient and economical use of the nation's resources and the 25

- 1 state's funds.
- 2 (2) After August 24, 1975, all state-owned vehicles that
- 3 <u>are passenger cars purchased</u>, leased, rented, or approved for
- 4 purchase, lease, or rent by the bureau shall be of the intermediate,
- 5 compact, or subcompact class. Not less than fifty percent of such
- 6 state-owned vehicles shall be of the compact or subcompact class
- 7 unless the costs to operate and maintain such vehicles are not to the
- 8 advantage of the state or such requirement fails to meet the intent
- 9 of sections 81-1008 to 81-1025. For purposes of this section, classes
- 10 shall be as defined by motor vehicle manufacturers.
- 11 Sec. 6. Original sections 77-2215, 81-153, and 81-181,
- 12 Reissue Revised Statutes of Nebraska, and sections 73-507 and
- 13 81-1018, Revised Statutes Cumulative Supplement, 2012, are repealed.