RÉSUMÉ DIGEST

ACT 88 (HB 566) 2025 Regular Session

Turner

New law authorizes projects financed or constructed pursuant to the program established in existing law (R.S. 17:3369.1 through 3369.4) to be executed through job order contracting, an alternative project delivery method for deferred maintenance of public facilities by a postsecondary education institution when the work is of a recurring nature but the delivery times, type, and quantities of work required are indefinite.

Postsecondary Education Institutions

New law, relative to the role of a postsecondary education institution, provides the following:

- (1) Authorizes an institution to award a job order contract for certain deferred maintenance projects.
- (2) Requires an institution to establish the maximum aggregate contract price when it advertises a request for qualifications (RFQ). Authorizes an institution to establish contractual unit prices for a job order contract through one of the following methods:
 - (a) Specifying one or more published construction unit price books and the applicable divisions or line items.
 - (b) Providing a list of work items and requiring the bidders propose one or more adjustment factors or multipliers to be applied to the price book or pre-priced as the price proposal.
- (3) Requires an institution to establish an evaluation committee to assess responses to an RFQ, using, at a minimum, the following criteria:
 - (a) The professional training and experience of the contractor and key personnel, specifically as it relates to the project under consideration.
 - (b) The capacity to complete the work within the specified time frame.
 - (c) Past performance on public projects of a similar nature to the one described in the RFQ.
 - (d) Any project-specific criteria that may apply to the project needs.
 - (e) Any other material deemed important by the institution.
- (4) Authorizes an institution to award job order contracts to one or more job contractors in connection with each RFQ.

Board of Regents

<u>New law</u> requires the Bd. of Regents, prior to awarding a job order contract, to establish procedures for the development of plans, specifications, qualifications, and other matter pertaining to the procedures for advertising, reviewing, and selecting job order contractors.

Job Order Contractors

<u>New law</u>, relative to firms and contractors providing or performing construction work under job order contracts, requires, at minimum, the following:

- (1) Engineering and surveying firms are required to be licensed to perform services by the La. Professional Engineering and Land Surveying Bd.
- (2) Architectural firms are required to be licensed to perform services by the La. State Bd. of Architectural Examiners.

(3) Contractors are required to be licensed by the La. State Licensing Bd. for Contractors.

New law requires all competitors to comply with certain qualification procedures.

<u>New law</u> requires a contractor to provide payment and performance bonds based on the amount or estimated amount of an order.

Job Orders

<u>New law</u> requires a representative of an institution and the contractor to sign the order for a job or project under a job order contract.

New law authorizes an order to be issued for either of the following:

- (1) A fixed price, lump-sum contract based substantially on contractual unit pricing applied to estimated quantities.
- (2) A unit price order based on the quantities and line items delivered.

<u>New law</u> specifies that a job order contract is required to only be used to accomplish work for the institution that awarded the contract unless the RFQ for the contract provides for use by another postsecondary education institution under the supervision of the management board.

Effective upon signature of governor (June 4, 2025).

(Adds R.S. 17:3369.3(A)(8) and R.S. 38:2225.6)