## SENATE SUBSTITUTE

FOR

## SENATE COMMITTEE SUBSTITUTE

FOR

## SENATE BILL NO. 758

## AN ACT

To repeal sections 8.250, 8.260, 8.420, 34.055, 34.057, 34.058, 34.100, 34.203, 34.206, 34.209, 34.212, 34.217, and 34.218, RSMo, and to enact in lieu thereof fifteen new sections relating to procedures for certain public projects for facilities.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 8.250, 8.260, 8.420, 34.055, 34.057,

- 2 34.058, 34.100, 34.203, 34.206, 34.209, 34.212, 34.217, and
- 3 34.218, RSMo, are repealed and fifteen new sections enacted in
- 4 lieu thereof, to be known as sections 8.250, 8.260, 8.420,
- 5 8.690, 8.960, 8.962, 8.964, 8.966, 8.968, 8.970, 8.972, 8.974,
- 6 34.055, 34.100, and 67.5065, to read as follows:
  - 8.250. 1. "Project" for the purposes of this chapter
- 2 means the labor or material necessary for the construction,
- 3 renovation, or repair of improvements to real property so
- 4 that the work, when complete, shall be ready for service for
- 5 its intended purpose and shall require no other work to be a
- 6 completed system or component.
- 7 2. All contracts for projects, the cost of which
- 8 exceeds twenty-five thousand dollars, entered into by any
- 9 city containing five hundred thousand inhabitants or more
- 10 shall be let to the lowest, responsive, responsible bidder
- 11 or bidders after [notice and] publication of an
- 12 advertisement for [five days in a daily newspaper in the
- 13 county where the work is located, or at least twice over] a

- period of ten days or more in a newspaper in the county
  where the work is located, [and] in two daily newspapers in
  the state which do not have less than fifty thousand daily
  circulation, and [by such other means as are determined to
  be most likely to reach potential bidders] on the website of
  the city or through an electronic procurement system.
- 20 All contracts for projects, the cost of which 21 exceeds one hundred thousand dollars, entered into by an 22 officer or agency of this state shall be let to the lowest, 23 responsive, responsible bidder or bidders based on 24 preestablished criteria after [notice and] publication of an 25 advertisement for [five days in a daily newspaper in the county where the work is located, or at least twice over] a 26 period of ten days or more in a newspaper in the county 27 28 where the work is located [and], in one daily newspaper in 29 the state which does not have less than fifty thousand daily 30 circulation, and [by such other means as determined to be most likely to reach potential bidders] on the website of 31 32 the officer or agency or through an electronic procurement 33 system. For all contracts for projects between twenty-five thousand dollars and one hundred thousand dollars, a minimum 34 of three contractors shall be solicited with the award being 35 made to the lowest responsive, responsible bidder based on 36 37 preestablished criteria.
  - 4. The number of such public bids shall not be restricted or curtailed, but shall be open to all persons complying with the terms upon which the bids are requested or solicited unless debarred for cause. No contract shall be awarded when the amount appropriated for same is not sufficient to complete the work ready for service.

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5. Dividing a project into component labor or material allocations for the purpose of avoiding bidding or

- 46 advertising provisions required by this section is
- 47 specifically prohibited.
  - 8.260. All appropriations made by the general assembly
- 2 amounting to one hundred thousand dollars or more for the
- 3 construction, renovation, or repair of facilities shall be
- 4 expended in the following manner:
- 5 (1) The agency requesting payment shall provide the
- 6 commissioner of administration with satisfactory evidence
- 7 that a bona fide contract, procured in accordance with all
- 8 applicable procedures, exists for the work for which payment
- 9 is requested;
- 10 (2) All requests for payment shall be approved by the
- 11 architect or engineer registered to practice in the state of
- 12 Missouri who designed the project or who has been assigned
- 13 to oversee it;
- 14 (3) In order to guarantee completion of the contract,
- 15 the agency or officer shall retain a portion of the contract
- 16 value in accordance with the provisions of section [34.057]
- 17 8.960;
- 18 (4) A contractor may be paid for materials delivered
- 19 to the site or to a storage facility approved by the
- 20 director of the division of facilities management, design
- 21 and construction as having adequate safeguards against loss,
- 22 theft or conversion.
- 23 In no case shall the amount contracted for exceed the amount
- 24 appropriated by the general assembly for the purpose.
  - 8.420. 1. Bonds issued under and pursuant to the
- 2 provisions of sections 8.370 to 8.450 shall be of such
- 3 denomination or denominations, shall bear such rate or rates
- 4 of interest not to exceed fifteen percent per annum, and
- 5 shall mature at such time or times within forty years from
- 6 the date thereof, as the board determines. The bonds may be
- 7 either serial bonds or term bonds.

- 8 2. Serial bonds may be issued with or without the 9 reservation of the right to call them for payment and 10 redemption in advance of their maturity, upon the giving of such notice, and with or without a covenant requiring the 11 payment of a premium in the event of such payment and 12
- redemption prior to maturity, as the board determines. 13

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- Term bonds shall contain a reservation of the right 14 15 to call them for payment and redemption prior to maturity at such time or times and upon the giving of such notice, and 16 17 upon the payment of such premium, if any, as the board determines.
- The bonds, when issued, shall be sold at public 19 20 sale for the best price obtainable after giving such reasonable notice of such sale as may be determined by the 21 22 board, but in no event shall such bonds be sold for less 23 than ninety-eight percent of the par value thereof, and 24 accrued interest. Any such bonds may be sold to the United 25 States of America or to any agency or instrumentality 26 thereof, at a price not less than par and accrued interest, without public sale and without the giving of notice as 27 herein provided. 28
- 29 The bonds, when issued and sold, shall be negotiable instruments within the meaning of the law 30 31 merchant and the negotiable instruments law, and the interest thereon shall be exempt from income taxes under the 32 33 laws of the state of Missouri.
- 34 The board shall not issue revenue bonds pursuant to the provisions of sections 8.370 to 8.450 for one or more 35 projects, as defined in section 8.370, in excess of a total 36 37 par value of one billion one hundred seventy-five million dollars. 38
- 7. Any bonds which may be issued pursuant to the 39 40 provisions of sections 8.370 to 8.450 shall be issued only

- 41 for projects which have been approved by a majority of the
- 42 house members and a majority of the senate members of the
- 43 committee on legislative research of the general assembly,
- 44 and the approval by the committee on legislative research
- 45 required by the provisions of section 8.380 shall be given
- 46 only in accordance with this provision. For the purposes of
- 47 approval of a project, the total amount of bonds issued for
- 48 purposes of energy retrofitting in state-owned facilities
- 49 shall be treated as a single project.
- [8. Any bonds which may be issued due to the increase
- of the cap amount in subsection 6 of this section occurring
- 52 on August 28, 2014, shall not be issued for construction of
- 53 new buildings and shall only be used for repair or
- 54 renovation of existing buildings and facilities, except that
- 55 bonds may be issued for the construction of a new mental
- 56 health facility in any county of the first classification
- 57 with more than forty thousand but fewer than fifty thousand
- 58 inhabitants and with a home rule city with more than twelve
- 59 thousand one hundred but fewer than twelve thousand two
- 60 hundred inhabitants as the county seat.]
  - 8.690. 1. The office of administration shall have the
- 2 authority to utilize:
- 3 (1) The construction manager-at-risk delivery method,
- 4 as provided for in section 67.5050; and
- 5 (2) The design-build delivery method, as provided for
- 6 <u>in section 67.5060, only as follows:</u>
- 7 (a) For noncivil works projects, as that term is used
- 8 in section 67.5060, in excess of seven million dollars; and
- 9 (b) No more than five noncivil works projects, as that
- 10 term is used in section 67.5060, may be contracted for in
- 11 any fiscal year that are less than seven million dollars.
- 12 2. The office of administration shall not be subject
- to subsection 15 of section 67.5050 and subsection 22 of

- section 67.5060 in executing contracts pursuant to this
- 15 section.
- 16 3. The office of administration shall not be subject
- to subsection 4 of section 67.5060. The office of
- 18 administration shall publish its advertisement for proposals
- in the publications; and on the website of the officer or
- 20 agency or through an electronic procurement system as set
- forth in subsection 3 of section 8.250. The selection and
- award shall follow sections 67.5050 and 67.5060, as
- applicable.
  - [34.057.] 8.960. 1. Unless contrary to any federal
- 2 funding requirements or unless funds from a state grant are
- 3 not timely received by the contracting public municipality
- 4 but notwithstanding any other law to the contrary, all
- 5 public works contracts made and awarded by the appropriate
- 6 officer, board or agency of the state or of a political
- 7 subdivision of the state or of any district therein,
- 8 including any municipality, county and any board referred to
- 9 as the public owner, for construction, reconstruction or
- 10 alteration of any public works project, shall provide for
- 11 prompt payment by the public owner to the contractor, and
- 12 any professional engineer, architect, landscape architect,
- or land surveyor, as well as prompt payment by the
- 14 contractor to the subcontractor and material supplier in
- 15 accordance with the following:
- 16 (1) A public owner shall make progress payments to the
- 17 contractor and any professional engineer, architect,
- 18 landscape architect, or land surveyor on at least a monthly
- 19 basis as the work progresses, or, on a lump sum basis
- 20 according to the terms of the lump sum contract. Except in
- 21 the case of lump sum contracts, payments shall be based upon
- 22 estimates prepared at least monthly of work performed and
- 23 material delivered, as determined by the project architect

- 24 or engineer. Retainage withheld on any construction
- 25 contract or subcontract for public works projects shall not
- 26 exceed five percent of the value of the contract or
- 27 subcontract. If the contractor is not required to obtain a
- 28 bond under section 107.170 because the cost of the public
- 29 works contract is not estimated to exceed fifty thousand
- 30 dollars, the public owner may withhold retainage on the
- 31 public works project in an amount not to exceed ten percent
- 32 of the value of the contract or subcontract. The public
- 33 owner shall pay the contractor the amount due, less a
- 34 retainage, within thirty days following the latter of the
- 35 following:
- 36 (a) The date of delivery of materials or construction
- 37 services purchased;
- 38 (b) The date, as designated by the public owner, upon
- 39 which the invoice is duly delivered to the person or place
- 40 designated by the public owner; or
- 41 (c) In those instances in which the contractor
- 42 approves the public owner's estimate, the date upon which
- 43 such notice of approval is duly delivered to the person or
- 44 place designated by the public owner;
- 45 (2) Payments shall be considered received within the
- 46 context of this section when they are duly posted with the
- 47 United States Postal Service or other agreed upon delivery
- 48 service or when they are hand-delivered to an authorized
- 49 person or place as agreed to by the contracting parties;
- 50 (3) If, in the discretion of the owner and the project
- 51 architect or engineer and the contractor, it is determined
- 52 that a subcontractor's performance has been completed and
- 53 the subcontractor can be released prior to substantial
- 54 completion of the public works contract without risk to the
- 55 public owner, the contractor shall request such adjustment
- in retainage, if any, from the public owner as necessary to

- 57 enable the contractor to pay the subcontractor in full. public owner may reduce or eliminate retainage on any 58 59 contract payment if, in the public owner's opinion, the work is proceeding satisfactorily. If retainage is released and 60 there are any remaining minor items to be completed, an 61 amount equal to one hundred fifty percent of the value of 62 each item as determined by the public owner's duly 63 64 authorized representatives shall be withheld until such item or items are completed; 65
- 66 The public owner shall pay at least ninety-eight percent of the retainage, less any offsets or deductions 67 authorized in the contract or otherwise authorized by law, 68 69 to the contractor. The contractor shall pay the subcontractor or supplier after substantial completion of 70 71 the contract work and acceptance by the public owner's 72 authorized contract representative, or as may otherwise be 73 provided by the contract specifications for state highway, 74 road or bridge projects administered by the state highways 75 and transportation commission. Such payment shall be made within thirty days after acceptance, and the invoice and all 76 other appropriate documentation and certifications in 77 complete and acceptable form are provided, as may be 78 79 required by the contract documents. If the public owner or the owner's representative determines the work is not 80 substantially completed and accepted, then the owner or the 81 82 owner's representative shall provide a written explanation 83 of why the work is not considered substantially completed and accepted within fourteen calendar days to the 84 85 contractor, who shall then provide such notice to the subcontractor or suppliers responsible for such work. 86 such written explanation is not given by the public body, 87 the public body shall pay at least ninety-eight percent of 88 89 the retainage within thirty calendar days. If at that time

- there are any remaining minor items to be completed, an amount equal to one hundred fifty percent of the value of each item as determined by the public owner's representative shall be withheld until such items are completed;
- 94 All estimates or invoices for supplies and 95 services purchased, approved and processed, or final 96 payments, shall be paid promptly and shall be subject to 97 late payment charges provided in this section. Except as provided in subsection 4 of this section, if the contractor 98 99 has not been paid within thirty days as set forth in 100 subdivision (1) of subsection 1 of this section, the contracting agency shall pay the contractor, in addition to 101 the payment due him, interest at the rate of one and one-102 103 half percent per month calculated from the expiration of the 104 thirty-day period until fully paid;
- 105 When a contractor receives any payment, the 106 contractor shall pay each subcontractor and material 107 supplier in proportion to the work completed by each 108 subcontractor and material supplier his application less any retention not to exceed five percent. If the contractor 109 receives less than the full payment due under the public 110 construction contract, the contractor shall be obligated to 111 disburse on a pro rata basis those funds received, with the 112 113 contractor, subcontractors and material suppliers each 114 receiving a prorated portion based on the amount of 115 payment. When, however, the public owner does not release 116 the full payment due under the contract because there are specific areas of work or materials he is rejecting or 117 because he has otherwise determined such areas are not 118 119 suitable for payment then those specific subcontractors or 120 suppliers involved shall not be paid for that portion of the 121 work rejected or deemed not suitable for payment; provided 122 the public owner or the owner's representative gives a

- written explanation to the contractor, subcontractor, or supplier involved as to why the work or supplies were rejected or deemed not suitable for payment, and all other
- 126 subcontractors and suppliers shall be paid in full;
- 127 (7) If the contractor, without reasonable cause, fails
- 128 to make any payment to his subcontractors and material
- 129 suppliers within fifteen days after receipt of payment under
- 130 the public construction contract, the contractor shall pay
- 131 to his subcontractors and material suppliers, in addition to
- 132 the payment due them, interest in the amount of one and one-
- 133 half percent per month, calculated from the expiration of
- the fifteen-day period until fully paid. This subdivision
- shall also apply to any payments made by subcontractors and
- 136 material suppliers to their subcontractors and material
- 137 suppliers and to all payments made to lower tier
- 138 subcontractors and material suppliers throughout the
- 139 contracting chain;
- 140 (8) The public owner shall make final payment of all
- 141 moneys owed to the contractor, including any retainage
- 142 withheld under subdivision (4) of this subsection, less any
- 143 offsets or deductions authorized in the contract or
- 144 otherwise authorized by law, within thirty days of the due
- 145 date. Final payment shall be considered due upon the
- 146 earliest of the following events:
- 147 (a) Completion of the project and filing with the
- 148 owner of all required documentation and certifications, in
- 149 complete and acceptable form, in accordance with the terms
- 150 and conditions of the contract;
- 151 (b) The project is certified by the architect or
- 152 engineer authorized to make such certification on behalf of
- 153 the owner as having been completed, including the filing of
- 154 all documentation and certifications required by the
- 155 contract, in complete and acceptable form; or

- 156 (c) The project is certified by the contracting
  157 authority as having been completed, including the filing of
  158 all documentation and certifications required by the
  159 contract, in complete and acceptable form.
- 160 2. Nothing in this section shall prevent the 161 contractor or subcontractor, at the time of application or 162 certification to the public owner or contractor, from withholding such applications or certifications to the owner 163 164 or contractor for payment to the subcontractor or material 165 supplier. Amounts intended to be withheld shall not be included in such applications or certifications to the 166 public owner or contractor. Reasons for withholding such 167 applications or certifications shall include, but not be 168 169 limited to, the following: unsatisfactory job progress; 170 defective construction work or material not remedied; 171 disputed work; failure to comply with other material 172 provisions of the contract; third-party claims filed or reasonable evidence that a claim will be filed; failure of 173 174 the subcontractor to make timely payments for labor, equipment and materials; damage to a contractor or another 175 176 subcontractor or material supplier; reasonable evidence that 177 the contract cannot be completed for the unpaid balance of the subcontract sum or a reasonable amount for retention, 178 179 not to exceed the initial percentage retained by the owner.
  - 3. Should the contractor determine, after application or certification has been made and after payment has been received from the public owner, or after payment has been received by a contractor based upon the public owner's estimate of materials in place and work performed as provided by contract, that all or a portion of the moneys needs to be withheld from a specific subcontractor or material supplier for any of the reasons enumerated in this section, and such moneys are withheld from such

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subcontractor or material supplier, then such undistributed amounts shall be specifically identified in writing and deducted from the next application or certification made to the public owner or from the next estimate by the public owner of payment due the contractor, until a resolution of the matter has been achieved. Disputes shall be resolved in accordance with the terms of the contract documents. such resolution the amounts withheld by the contractor from the subcontractor or material supplier shall be included in the next application or certification made to the public owner or the next estimate by the public owner and shall be paid promptly in accordance with the provisions of this section. This subsection shall also apply to applications or certifications made by subcontractors or material suppliers to the contractor and throughout the various tiers of the contracting chain.

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The contracts which provide for payments to the contractor based upon the public owner's estimate of materials in place and work performed rather than applications or certifications submitted by the contractor, the public owner shall pay the contractor within thirty days following the date upon which the estimate is required by contract to be completed by the public owner, the amount due less a retainage not to exceed five percent. All such estimates by the public owner shall be paid promptly and shall be subject to late payment charges as provided in this subsection. After the thirtieth day following the date upon which the estimate is required by contract to be completed by the public owner, the contracting agency shall pay the contractor, in addition to the payment due him, interest at a rate of one and one-half percent per month calculated from the expiration of the thirty-day period until fully paid.

- 221 The public owner shall pay or cause to be paid to 222 any professional engineer, architect, landscape architect, 223 or land surveyor the amount due within thirty days following 224 the receipt of an invoice prepared and submitted in 225 accordance with the contract terms. In addition to the 226 payment due, the contracting agency shall pay interest at 227 the rate of one and one-half percent per month calculated 228
- from the expiration of the thirty-day period until fully paid.
- 230 6. Nothing in this section shall prevent the owner 231 from withholding payment or final payment from the 232 contractor, or a subcontractor or material supplier.
- Reasons for withholding payment or final payment shall include, but not be limited to, the following: liquidated
- 235 damages; unsatisfactory job progress; defective construction
- 236 work or material not remedied; disputed work; failure to
- 237 comply with any material provision of the contract; third
- 238 party claims filed or reasonable evidence that a claim will
- 239 be filed; failure to make timely payments for labor,
- 240 equipment or materials; damage to a contractor,
- 241 subcontractor or material supplier; reasonable evidence that
- 242 a subcontractor or material supplier cannot be fully
- 243 compensated under its contract with the contractor for the
- 244 unpaid balance of the contract sum; or citation by the
- 245 enforcing authority for acts of the contractor or
- 246 subcontractor which do not comply with any material
- 247 provision of the contract and which result in a violation of
- 248 any federal, state or local law, regulation or ordinance
- 249 applicable to that project causing additional costs or
- 250 damages to the owner.
- 7. Nothing in this section shall be construed to require direct payment by a public owner to a subcontractor
- 253 or supplier, except in the case of the default, as

- determined by a court, of the contractor on the contract
  with the public owner where no performance or payment bond
  is required or where the surety fails to execute its duties,
  as determined by a court.
- 258 8. Notwithstanding any other provisions in this 259 section to the contrary, no late payment interest shall be 260 due and owing for payments which are withheld in good faith 261 for reasonable cause pursuant to subsections 2, 5, and 6 of 262 this section. If it is determined by a court of competent 263 jurisdiction that a payment which was withheld pursuant to subsections 2, 5, and 6 of this section was not withheld in 264 good faith for reasonable cause, the court may impose 265 interest at the rate of one and one-half percent per month 266 267 calculated from the date of the invoice and may, in its discretion, award reasonable attorney fees to the prevailing 268 269 party. In any civil action or part of a civil action 270 brought pursuant to this section, if a court determines after a hearing for such purpose that the cause was 271 272 initiated, or a defense was asserted, or a motion was filed, or any proceeding therein was done frivolously and in bad 273 274 faith, the court shall require the party who initiated such 275 cause, asserted such defense, filed such motion, or caused 276 such proceeding to be had to pay the other party named in 277 such action the amount of the costs attributable thereto and 278 reasonable expenses incurred by such party, including 279 reasonable attorney fees.

[34.058.] 8.962. 1. As used in this section, the term
"public works contract" means a contract of the state,
county, city and other political subdivisions of the state,
except the Missouri transportation department, for the
construction, alteration, repair, or maintenance of any
building, structure, highway, bridge, viaduct, pipeline,
public works, or any other works dealing with construction,

- 8 which shall include, but need not be limited to, moving,
- 9 demolition, or excavation performed in conjunction with such
- 10 work.
- 11 2. Any clause in a public works contract that purports
- 12 to waive, release, or extinguish the rights of a contractor
- 13 to recover costs or damages, or obtain an equitable
- 14 adjustment, for delays in performing such contract, if such
- 15 delay is caused in whole, or in part, by acts or omissions
- 16 within the control of the contracting public entity or
- 17 persons acting on behalf thereof, is against public policy
- 18 and is void and unenforceable.
- 19 3. Subsection 2 of this section is not intended to
- 20 render void any contract provision of a public works
- 21 contract that:
- 22 (1) Precludes a contractor from recovering that
- 23 portion of delay costs caused by the acts or omissions of
- 24 the contractor or its agents;
- 25 (2) Requires notice of any delay by the party
- 26 responsible for such delay;
- 27 (3) Provides for reasonable liquidated damages; or
- 28 (4) Provides for arbitration or any other procedure
- 29 designed to settle contract disputes.
  - [34.203.] 8.964. The provisions of sections [34.203 to
- 2 34.216] 8.964 to 8.974 shall be known and may be cited as
- 3 the "Fairness in Public Construction Act".
  - [34.206.] 8.966. The purpose of sections [34.203 to
- 2 34.216] 8.964 to 8.974 is to fulfill the state's proprietary
- 3 objectives in maintaining and promoting the economical,
- 4 nondiscriminatory, and efficient expenditures of public
- 5 funds in connection with publicly funded or assisted
- 6 construction projects. Nothing in sections [34.203 to
- 7 34.216] 8.964 to 8.974 shall prohibit employers or other
- 8 parties covered by the National Labor Relations Act from

- 9 entering into agreements or engaging in any other activity
- 10 arguably protected by law, nor shall any aspect of sections
- 11 [34.203 to 34.216] 8.964 to 8.974 be interpreted in such a
- 12 way as to interfere with the labor relations of parties
- 13 covered by the National Labor Relations Act.
  - [34.209.] 8.968. 1. The state, any agency of the
- 2 state, any political subdivision of the state, or any
- 3 instrumentality thereof, when engaged in procuring or
- 4 letting contracts for construction, repair, remodeling, or
- 5 demolition of a facility shall ensure that bid
- 6 specification, project agreements, and other controlling
- 7 documents entered into, required, or subject to approval by
- 8 the state, agency, political subdivision, or instrumentality
- 9 do not:
- 10 (1) Require or prohibit bidders, offerors,
- 11 contractors, or subcontractors to enter into or adhere to
- 12 agreements with one or more labor organizations on the same
- or related projects; or
- 14 (2) Discriminate against, encourage, or give
- 15 preferential treatment to bidders, offerors, contractors, or
- 16 subcontractors for:
- 17 (a) Entering or refusing to enter agreements with one
- 18 or more labor organizations on the same or related
- 19 construction projects; or
- 20 (b) Remaining or refusing to remain signatory with one
- 21 or more labor organizations on the same or related
- 22 construction projects.
- 2. Nothing in this section shall be construed to
- 24 prohibit the state, any agency of the state, any political
- 25 subdivision of the state, or any instrumentality thereof
- 26 from requiring bidders, offerors, contractors, or
- 27 subcontractors, as a condition of receiving work or

- submitting a bid, to test its workers and employees for the presence of illegal drugs.
- [34.212.] 8.970. 1. The state, any agency of the
- 2 state, any political subdivision of the state, or any
- 3 instrumentality thereof shall not issue or award grants, tax
- 4 abatements, or tax credits or enter into cooperative
- 5 agreements for construction projects or for the improvement,
- 6 maintenance, or renovation of real property or fixtures, a
- 7 condition of which requires that bid specifications, project
- 8 agreements, or other controlling documents pertaining to the
- 9 grant, tax abatement, tax credit, or cooperative agreement
- 10 contain any of the elements specified in section [34.209]
- 11 8.968.
- 12 2. The state, any agency of the state, any political
- 13 subdivision, or any instrumentality thereof shall exercise
- 14 such authority as may be required to preclude a grant, tax
- 15 abatement, or tax credit recipient or party to a cooperative
- 16 agreement from imposing any of the elements specified in
- 17 section [34.209] 8.968 in connection with any grant or
- 18 cooperative agreement awarded or entered into. Nothing in
- 19 sections [34.203 to 34.217] 8.964 to 8.974 shall prohibit
- 20 contractors or subcontractors from voluntarily entering into
- agreements described in section [34.209] 8.968.
  - [34.217.] 8.972. Notwithstanding the provisions of
- 2 section 1.140, the provisions of sections 290.095 and
- 3 290.250 and sections [34.203 to 34.216] 8.964 to 8.974 shall
- 4 not be severable. In the event a court of competent
- 5 jurisdiction rules that any part of this act is
- 6 unenforceable, the entire act shall be rendered null and
- 7 void.
- [34.218.] 8.974. 1. Any entity which violates the
- 2 provisions of sections [34.203 to 34.217] 8.964 to 8.974
- 3 shall be liable to the person affected for such equitable

- 4 relief as may be appropriate, including reasonable
- 5 attorney's fees.
- 6 2. Any entity which violates the provisions of
- 7 sections [34.203 to 34.217] 8.964 to 8.974 shall not be
- 8 eligible for any state funding or tax credits issued by the
- 9 state for two years.
- 10 3. The prosecuting attorney or circuit attorney with
- 11 jurisdiction over the location where a violation of sections
- 12 [34.203 to 34.217] 8.964 to 8.974 occurs, or the attorney
- 13 general of this state, shall investigate complaints of
- 14 violation of such sections, and use all means at their
- 15 command to ensure the effective enforcement of this section.
  - 34.055. 1. Except as otherwise provided in section
- 2 [34.057] 8.960, all invoices for supplies and services
- 3 purchased by the state, duly approved and processed, shall
- 4 be subject to interest charges or late payment charges as
- 5 provided in this section.
- 6 2. After the forty-fifth day following the later of
- 7 the date of delivery of the supplies and services or the
- 8 date upon which the invoice is duly approved and processed,
- 9 interest retroactive to the thirtieth day shall be paid on
- 10 any unpaid balance, except balances for services provided by
- 11 a gas corporation, electrical corporation, water
- 12 corporation, or sewer corporation which has received
- 13 authorization from the public service commission to impose
- 14 late payment charges on delinquent utility bills, upon
- 15 application of the vendor thereof. The rate of such
- 16 interest shall be three percentage points above the average
- 17 predominant prime rate quoted by commercial banks to large
- 18 businesses, as determined by the Board of Governors of the
- 19 Federal Reserve System.
- 20 3. The state shall be liable for late payment charges
- 21 on any delinquent bill for services purchased by the state

- 22 from a gas corporation, electrical corporation, water
- 23 corporation, or sewer corporation which has received
- 24 authorization from the public service commission to impose
- 25 late payment charges on delinquent utility bills. The rate
- of such late payment charges shall be as established for
- 27 each such corporation by order of the public service
- 28 commission, but bills rendered to the state shall not be
- 29 considered delinquent until thirty days after rendition of
- 30 the bill by the corporation.
- 4. Any such interest charges or late payment charges
- 32 shall be paid from appropriations which were made for the
- 33 fiscal year in which the supplies or services were delivered
- 34 to the respective departments purchasing such supplies or
- 35 services. The commissioner of administration shall be
- 36 responsible for the timely implementation of this section
- 37 and all officers, departments, institutions and agencies of
- 38 state government shall fully cooperate with the commissioner
- 39 of administration in the implementation of this section. No
- 40 late payment penalty shall be assessed against, nor payable
- 41 by, the state unless pursuant to the provisions of this
- 42 section.
- 43 5. Notwithstanding any other provision of this
- 44 section, recipients of funds from the low-income energy
- 45 assistance program shall be exempt from interest charges
- 46 imposed by such section for the duration of the recipient's
- 47 participation in the program.
  - 34.100. The commissioner of administration may, when
  - 2 in the commissioner's best judgment it is in the best
- 3 interests of the state, delegate the commissioner's
- 4 procurement authority pursuant to this chapter to an
- 5 individual department; provided, however, that each instance
- 6 of single feasible source purchasing authority in excess of
- 7 [five] ten thousand dollars under section 34.044 must be

- 8 specifically delegated by the commissioner. The delegation
- 9 may allow departments to negotiate in accordance with
- 10 section 34.042 the purchase of services for patients,
- 11 residents or clients with funds appropriated for this
- 12 purpose. In accepting this delegated authority the
- 13 department acknowledges its ability to, and agrees to,
- 14 fulfill all of the requirements of this chapter in making
- 15 purchases and entering into contracts and keeping records.
- 16 No claim for payment based upon any purchase under this
- 17 section shall be certified by the commissioner unless
- 18 accompanied by such documentation of compliance with the
- 19 provisions of this chapter as the commissioner may require.
- 20 Any department that fails to fulfill all such requirements
- 21 may have its delegated authority rescinded by the
- 22 commissioner of administration.
  - 67.5065. For purposes of section 67.5050 and section
- 2 67.5060, the term "political subdivision" includes any
- 3 public institution of higher education.