1 A bill to be entitled 2 An act relating to electronic auction services; 3 amending s. 287.012, F.S.; defining the term "electronic auction services"; amending s. 287.057, 4 5 F.S.; authorizing the Department of Management 6 Services to implement procedures and adopt rules 7 regarding electronic auction services; authorizing the 8 department to collect fees for use of such services; 9 amending ss. 1006.27 and 1010.04, F.S.; authorizing 10 the Department of Education, district school boards, and the Board of Governors of the State University 11 12 System, respectively, to implement the use of electronic auction services and other procurement 13 14 methods; providing an effective date. 15 16 Be It Enacted by the Legislature of the State of Florida: 17 Section 1. Subsections (10) through (29) of section 18 19 287.012, Florida Statutes, are renumbered as subsections (11) 20 through (30), respectively, present subsection (11) is amended, and a new subsection (10) is added to that section, to read: 21 2.2 287.012 Definitions.-As used in this part, the term: 23 "Electronic auction services" means a procurement (10)24 conducted on a centralized website using third party software, 25 jointly managed by an approved vendor and an agency or 26 governmental entity, and using the procurement process set forth

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27 in s. 287.057 or other authorized means of obtaining competitive 28 prices in an auction environment. 29 (12) (11) "Eligible user" means any person or entity 30 authorized by the department pursuant to rule to purchase from 31 state term contracts or to use the online procurement system and 32 electronic auction services. 33 Section 2. Subsection (22) of section 287.057, Florida 34 Statutes, is amended to read: 287.057 Procurement of commodities or contractual 35 36 services.-37 The department, in consultation with the Chief (22)38 Financial Officer and the Agency for State Technology, shall 39 maintain a program for online procurement of commodities and contractual services, including electronic auction services. To 40 enable the state to promote open competition and leverage its 41 42 buying power, agencies shall participate in the online procurement program and electronic auction services, and 43 44 eligible users may participate in the program. Only vendors 45 prequalified as meeting mandatory requirements and 46 qualifications criteria may participate in online procurement. 47 (a) The department, in consultation with the Agency for 48 State Technology and in compliance with the standards of the agency, may contract for equipment and services necessary to 49 50 develop and implement online procurement and electronic auction 51 services. 52 The department shall adopt rules to administer the (b) Page 2 of 5

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53 program for online procurement and electronic auction services. The rules must include, but not be limited to: 54 55 1. Determining the requirements and qualification criteria 56 for prequalifying vendors. 57 2. Establishing the procedures for conducting online 58 procurement and pricing events via electronic auction services. 59 3. Establishing the criteria for eligible commodities and contractual services. 60 Establishing the procedures for providing access to 61 4. 62 online procurement and pricing events via electronic auction 63 services. 64 5. Determining the criteria warranting any exceptions to 65 participation in the online procurement program and pricing 66 events via electronic auction services. The department may impose and shall collect all fees 67 (C) 68 for the use of the online procurement systems and electronic 69 auction services. 70 The fees may be imposed on an individual transaction 1. 71 basis or as a fixed percentage of the cost savings generated. At 72 a minimum, the fees must be set in an amount sufficient to cover 73 the projected costs of the services, including administrative 74 and project service costs in accordance with the policies of the 75 department. 76 2. If the department contracts with a provider for online 77 procurement, the department, pursuant to appropriation, shall 78 compensate the provider from the fees after the department has

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79 satisfied all ongoing costs. The provider shall report 80 transaction data to the department each month so that the 81 department may determine the amount due and payable to the 82 department from each vendor.

83 3. All fees that are due and payable to the state on a 84 transactional basis or as a fixed percentage of the cost savings 85 generated are subject to s. 215.31 and must be remitted within 40 days after receipt of payment for which the fees are due. For 86 fees that are not remitted within 40 days, the vendor shall pay 87 88 interest at the rate established under s. 55.03(1) on the unpaid 89 balance from the expiration of the 40-day period until the fees 90 are remitted.

91 4. All fees and surcharges collected under this paragraph
92 shall be deposited in the Operating Trust Fund as provided by
93 law.

94 Section 3. Subsection (1) of section 1006.27, Florida 95 Statutes, is amended to read:

96 1006.27 Pooling of school buses and related purchases by 97 district school boards; transportation services contracts.-

98 (1) The department shall assist district school boards in 99 securing school buses, contractual needs, equipment, and 100 supplies at as reasonable prices as possible by providing a plan 101 under which district school boards may voluntarily pool their 102 bids for such purchases. The department shall prepare bid forms 103 and specifications, obtain quotations of prices and make such 104 information available to district school boards in order to

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| 105 | facilitate this service and use electronic auction services, as |
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| 106 | defined in s. 287.012, or other efficient procurement tools. |
| 107 | District school boards may also use electronic auction services |
| 108 | or other efficient procurement tools for such purchases. |
| 109 | District school boards from time to time, as prescribed by State |
| 110 | Board of Education rule, shall furnish the department with |
| 111 | information concerning the prices paid for such items and the |
| 112 | department shall furnish to district school boards periodic |
| 113 | information concerning the lowest prices at which school buses, |
| 114 | equipment, and related supplies are available based upon |
| 115 | comparable specifications. |
| 116 | Section 4. Paragraph (b) of subsection (4) of section |
| 117 | 1010.04, Florida Statutes, is amended to read: |
| 118 | 1010.04 Purchasing |
| 119 | (4) |
| 120 | (b) The Board of Governors may, by regulation, provide for |
| 121 | alternative procedures, such as electronic auction services, as |
| 122 | defined in s. 287.012, or other electronic procurement tools, |
| 123 | for state universities for bidding or purchasing in cases in |
| 124 | which the character of the item requested renders competitive |
| 125 | bidding impractical. |
| 126 | Section 5. This act shall take effect July 1, 2015. |
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