HOUSE No. 4303

The Commonwealth of Massachusetts

HOUSE OF REPRESENTATIVES, July 14, 2014.

The committee on Ways and Means, to whom was referred the Bill recognizing the profession of interior designers to bid on state contracts (House, No. 2832), reports recommending that the same ought to pass with an amendment substituting therefor the accompanying bill (House, No. 4303).

For the committee,

BRIAN S. DEMPSEY

The Commonwealth of Massachusetts

In the Year Two Thousand Fourteen

An Act recognizing the profession of interior designers to bid on state contracts.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	SECTION 1. Subsection (b) of section 44 of chapter 7C of the General Laws, as
2	appearing in the 2012 Official Edition, is hereby amended by striking out the definition of
3	"Continued services" and inserting in place thereof the following definition:-

4 "Continued services", authorization for a designer or interior designer who has been
5 appointed for 1 stage of a project to act as the designer or interior designer for a succeeding stage
6 or stages of the same project.

SECTION 2. Said subsection (b) of said section 44 of said chapter 7C is hereby further
amended by inserting after the word "designer", in line 30, the following words:-, interior
designer.

SECTION 3. Said subsection (b) of said section 44 of said chapter 7C is hereby further
 amended by striking out the definition of "Extended services" and inserting in place thereof the
 following 4 definitions:-

"Extended services", authorization for a designer or interior designer who has been
appointed to provide design services for a project to act as designer or interior designer for work
to be done on another project not originally included in that designer's or interior designer's
contract.

"Interior Designer", an individual, corporation, partnership, sole proprietorship, joint
stock company, joint venture or other entity engaged in the practice of interior design, who may
serve as the prime consultant for projects that primarily involve construction or other work
relating to the nonstructural interior elements of a building or structure and who provides
services that do not require a registered architect, landscape architect or engineer; provided,

however, that an interior designer shall demonstrate competence by completion of a nationally-recognized certification.

24 "Nonstructural", interior elements or components that are not load-bearing and do not
25 require design computations for a building's structure, including, but not limited to ceiling and
26 partition systems and excluding the structural frame supporting a building.

27 "Partition", a wall which does not support a vertical load of a structure other than its own
28 weight, but may support loads attached to it such as cabinetry, shelving or grab bars, and does
29 not extend further than from the floor of an interior area of a structure designed for human
30 habitation or occupancy, to the underside of the deck of that structure.

- 31 SECTION 4. Section 46 of said chapter 7C, as so appearing, is hereby amended by 32 inserting after the word "designers", in line 2, the following words:-, interior designers.
- 33 SECTION 5. Said section 46 of said chapter 7C is hereby further amended by inserting
 34 after the word "designer", in line 15, the following words:- or interior designer.
- SECTION 6. Subsection (b) of said section 46 of said chapter 7C, as so appearing, is
 hereby amended by striking out the last sentence and inserting in place thereof the following
 sentence:-
- An agency granted an exemption or renewal thereof from the jurisdiction of the board shall, during any period such exemption or renewal is in effect, advertise for and select designers and interior designers to perform design services and continue or extend the services of any designers or interior designers in accordance with the agency's last written designer or interior designer selection procedures approved by the board in conformity with this section.
- 43 SECTION 7. Said section 46 of said chapter 7C, as so appearing, is hereby amended by 44 striking out, in lines 39, 40, and 50 the word "selection" and inserting in place thereof, in each 45 instance, the following words:- or interior designer selection.
- 46 SECTION 8. Subsection (d) of said section 46 of said chapter 7C, as so appearing, is 47 hereby amended by striking out clause (iii) and inserting in place thereof the following clause:-

(iii) the agency director had filed a semi-annual report containing: a list of contracts for designer or interior designer services awarded by the agency since its last application, including for each project the name and address of any designer or interior designer awarded such contracts; a brief description of the project; the estimated, or if available, the final construction cost for the project; the estimated or, if available, final fee paid to the designer or interior designer; and certification that all contracts so listed were awarded by the procedure described in the agency's last application.

- 55 SECTION 9. Section 47 of said chapter 7C, as so appearing, is hereby amended by 56 striking out, in lines 1, 7 and 13, the word "designer" and inserting in place thereof, in each 57 instance, the following word:- design.
- 58 SECTION 10. Subsection (b) of said section 47 of said chapter 7C, as so appearing, is 59 hereby amended by striking out clause (iii) and inserting in place thereof the following clause:-
- 60 (iii) the qualification required of applicants for the projects, including whether interior
 61 designers are eligible to apply, as determined by subsection (h) of section 48;.
- SECTION 11. Said section 47 of said chapter 7C, as so appearing, is hereby further
 amended by inserting after the word "designers", in line 22, the following words:- and interior
 designers'.
- 65 SECTION 12. Section 48 of said chapter 7C, as so appearing, is hereby amended by 66 inserting after the word "designer", in lines 1, 7 and 38, the following words:-, interior designer.
- 67 SECTION 13. Said section 48 of said chapter 7C is hereby further amended by inserting 68 after the word "designers", in line 43, the following words:- and interior designers.
- 69 SECTION 14. Said section 48 of said chapter 7C is hereby further amended by striking
 70 out subsection (g) and inserting in place thereof the following 2 subsections:-
- (g) Interior designers shall be eligible to compete as the prime consultant only for
 projects that primarily involve construction or other work related to nonstructural interior
 elements of a building or structure.

74 (h) The division of capital asset management and maintenance, in consultation with the 75 board, shall develop a standard designer and interior designer evaluation form that shall be 76 completed by every public agency, as defined in section 44A of chapter 149, upon completion of 77 the work under a design contract under its control. The evaluation form shall be submitted to the 78 division and the board for the designer's or interior designer's qualification file. The official from 79 the public agency or the owner's representative shall certify that the information contained on the 80 designer's or interior designer's evaluation form represents, to the best of the official's or 81 representative's knowledge, a true and accurate analysis of the designer's or interior designer's 82 performance record on the contract. The public agency shall mail a copy of the designer's or 83 interior designer's evaluation form to the designer or interior designer who may, within 30 days, 84 submit a written response to the division and board disputing any information contained in the 85 form and setting forth any additional information concerning the building project or the oversight 86 of the building construction contract by the public agency as may be relevant to the evaluation of 87 the designer's or interior designer's performance. The division and board shall attach such a 88 response to the evaluation form for inclusion in the designer's or interior designer's qualification 89 file.

90 No public employee or public employer, as defined in section 1 of chapter 258, and no 91 person shall be liable for an injury or loss to a designer or interior designer as a result of the 92 completion of a designer or interior designer evaluation form as required by this section, unless 93 the individual completing the evaluation form has been found by a superior court of competent 94 jurisdiction to have acted in a willful, wanton or reckless manner. If a designer or interior 95 designer, seeking to recover damages resulting from injury caused by such an evaluation, 96 commences a suit against a person who has completed a designer or interior designer evaluation 97 form as required by this section, the public agency for whom the evaluation form was completed 98 or the commonwealth, if the evaluation was completed for a state agency, shall provide for the 99 legal representation of that person. The public agency or the commonwealth, where an 100 evaluation was completed for a state agency, shall indemnify the person who completed the 101 evaluation from all personal financial losses and expenses including, but not limited to, legal fees 102 and filing costs, if any, in an amount not to exceed \$1,000,000; provided, however, that no such 103 person shall be indemnified for losses other than legal fees and filing costs under this section if 104 that person is found by a court or a jury to have acted in a willful, wanton or reckless manner.

The awarding authority shall provide the designer or interior designer with a written
 preliminary evaluation at the completion of the schematic phase of the project for informational
 purposes.

A public agency that fails to complete and submit the designer or interior designer evaluation form, together with any written response by the designer or interior designer, to the division within 70 days of the completion of a project shall be ineligible for receipt of public funds disbursed by the commonwealth for the purposes of public building or public works projects.

113 SECTION 15. Section 49 of said chapter 7C, as so appearing, is hereby amended by 114 inserting after the word "designers", in line 32, the following words:- and interior designers.

SECTION 16. Said section 49 of said chapter 7C is hereby further amended by inserting
after the word "designer", in line 36, the following words:- or interior designer.

SECTION 17. Section 50 of said chapter 7C is hereby amended by striking out
 subsections (a) and (b), as so appearing, and inserting in place thereof the following subsections:-

(a) In the selection of a designer or interior designer when the fee for design services has
been set by the commissioner prior to the selection process, the commissioner shall appoint a
designer or interior designer from among the list transmitted to the commissioner under section
49. If the commissioner appoints any designer or interior designer other than the one ranked first
by the board, the commissioner shall file a written justification of the appointment with the
board.

125 (b) When the fee for design services is to be negotiated, the commissioner shall review 126 the list transmitted by the board, and may exclude any designer or interior designer from the list 127 if a written explanation of the exclusion is filed with the board. The commissioner shall then 128 appoint a designer or interior designer based on successful fee negotiation. The commissioner or 129 persons designated by the commissioner shall first negotiate with the first ranked designer or 130 interior designer remaining on the list. Should the commissioner be unable to negotiate a 131 satisfactory fee with the first ranked designer or interior designer within 30 days, negotiations 132 shall be terminated and negotiations undertaken with the remaining designers or interior 133 designers, 1 at a time, in the order in which they were ranked by the board, until an agreement is 134 reached. In no event may a fee be negotiated which is higher than a maximum fee set by the 135 commissioner prior to selection of finalists. Should the commissioner be unable to negotiate a 136 satisfactory fee with any designer or interior designer initially selected as a finalist by the board, 137 the board shall recommend additional finalists in accordance with this chapter. The 138 commissioner may require a finalist with whom a fee is being negotiated to submit a fee proposal 139 and include with it such information as the commissioner requires to provide current cost and 140 pricing data on the basis of which the designer's or interior designer's fee proposal may be 141 evaluated.

SECTION 18. Section 51 of said chapter 7C is hereby amended by striking out
subsection (b), as so appearing, and inserting in place thereof the following subsection:-

(b) If the designer's, interior designer's or construction manager's fee is negotiated, the
designer, interior designer or construction manager shall file a truth-in-negotiations certificate
prior to being awarded the contract by the commissioner, which must be incorporated into the
contract. The certificate shall contain:

(i) a statement that the wage rates and other costs used to support the designer's or
 interior designer's compensation are accurate, complete, and current at the time of contracting;
 and

(ii) an agreement that the original contract price and any additions to the contract may be
adjusted within 1 year of completion of the contract to exclude any significant amounts if the
commissioner determines that the fee was increased by such amounts due to inaccurate,
incomplete or noncurrent wage rates or other costs.

SECTION 19. Said section 51 of said chapter 7C is hereby further amended by striking
 out subsections (d) through (i), inclusive, and inserting in place thereof the following
 subsections:-

(d) Every contract for design services awarded under sections 44 to 58, inclusive, shallinclude the following:

(i) certification that the designer, interior desinger or construction manager has not given,
offered or agreed to give any person, corporation or other entity any gift, contribution or offer of
employment as an inducement for, or in connection with, the award of the contract for design
services;

(ii) certification that no consultant to or subcontractor for the designer, interior designer
or construction manager has given, offered or agreed to give any gift, contribution or offer of
employment to the designer, interior designer or construction manager, or to any other person,
corporation, or entity as an inducement for, or in connection with, the award to the consultant or
subcontractor of a contract by the designer, interior designer or construction manager;

(iii) certification that no person, corporation or other entity, other than a bona fide full
time employee of the designer, interior designer or construction manager, has been retained or
hired by the designer, interior designer or construction manager to solicit for or in any way assist
the designer, interior designer or construction manager in obtaining the contract for design
services upon an agreement or understanding that such person, corporation or other entity be
paid a fee or other consideration contingent upon the award of the contract to the designer or
interior designer; and

(iv) certification with respect to contracts which exceed \$10,000 or which are for the
design of a building for which the budgeted or estimated construction costs exceed \$100,000 that
the designer or interior designer has internal accounting controls as required by subsection (c) of
section 39R of chapter 30 and that the designer or interior designer has filed and will continue to
file an audited financial statement as required by subsection (d) of said section 39R.

181 (e) A public agency shall not enter into a contract for design services unless the public 182 agency or the designer or interior designer has obtained professional liability insurance covering 183 negligent errors, omissions and acts of the designer or interior designer or of any person or 184 business entity for whose performance the designer or interior designer is legally liable arising 185 out of the performance of the contract. The total amount of such insurance shall at a minimum 186 equal the lesser of \$1,000,000 or 10 per cent of the project's estimated cost of construction, or 187 such larger amounts as the public agency may require, for the applicable period of limitations. A 188 designer or interior designer required by the public agency to obtain all or a portion of such 189 insurance coverage at the designer's or interior designer's own expense shall furnish a certificate 190 or certificates of insurance coverage to the public agency prior to the award of the contract. For 191 purposes of this paragraph only, "public agency" shall have the meaning set forth in section 1.

At the request of the director, a consultant employed by a designer or interior designer subject to this paragraph shall obtain and maintain a liability insurance policy covering negligent errors, omissions and acts of such consultant or of any person or business entity for whose performance the consultant is legally liable arising out of the performance of the contract for consultant services. The consultant shall furnish a certificate or certificates of such insurance

- 197 coverage to the division in the case of a consultant hired by a designer or interior designer
- selected pursuant to section 49 or to a public agency not subject to the jurisdiction of said board
- 199 prior to the employment of such consultant by the designer or interior designer. A liability
- 200 insurance policy maintained under this paragraph shall provide for coverage of such type and
- 201 duration and in such amount as the public agency shall require.
- (f) A designer, interior designer, construction manager, or programmer who has been
 determined by the board to have provided materially false statements or information under this
 section shall be disqualified by the board from future work on any project for such time as the
 board determines is appropriate.
- (g) Contracts for design service may include a requirement that the designer or interiordesigner be responsible for overseeing the construction phase of the project.
- (h) An awarding authority in a city or town may allow a designer or interior designer who
 conducted a feasibility study to continue with the design of a project; provided, that nothing
 herein shall prohibit an awarding authority from commissioning, at the discretion of the
 awarding authority, an independent review, by a knowledgeable and competent individual or
 business doing such work, of the feasibility of the designer's or interior designer's work to insure
 its reasonableness and its adequacy before allowing the designer or interior designer to continue
 on the project.
- (i) Contracts for design services shall include a provision that the designer or interior
 designer or the consultants hired by the designer or interior designer shall not be compensated
 for any services involved in preparing changes that are required for additional work that should
 have been anticipated by the designer or interior designer in the preparation of the bid
 documents, as reasonably determined by the executive head of the public agency responsible for
 administering the design contract. For the purpose of this subsection, "public agency" shall have
 the meaning as set forth in section 1.
- SECTION 20. Section 52 of said chapter 7C, as so appearing, is hereby amended by
 inserting after the word "designer", in lines 1 and 7, the following words:- or interior designer.
- 224 SECTION 21. Section 53 of said chapter 7C, as so appearing, is hereby amended by 225 inserting after the word "designer", in line 2, the following words:-, interior designer.
- SECTION 22. Section 54 of said chapter 7C is hereby amended by striking out
 subsection (b), as so appearing, and inserting in place thereof the following subsection:-
- (b) The board shall publish guidelines to assist public agencies not within the board's jurisdiction in the establishment of a professional and objective designer or interior designer selection procedure, including a model application form, consistent with the provisions and intent of sections 44 to 58, inclusive. The board shall publish a standard designer or interior
- 231 intent of sections 44 to 58, inclusive. The board shall publish a standard designer or interior

- designer selection form which shall be used by all cities, towns and public agencies not within
- the board's jurisdiction; provided, that before publishing the standard form, the board shall seek
- input from the cities, towns and other public agencies not within the board's jurisdiction. Any fee
- 235 guidelines promulgated by the board shall be accompanied by a recommended basic scope of
- 236 designer's or interior designer's services that shall reflect the work associated with the fee
- 237 guidelines. From time to time, and no less frequently than every 3 years, the board shall review
- and revise the fee schedule based upon prevailing costs at the time of such review and revision.
- SECTION 23. Section 55 of said chapter 7C, as so appearing, is hereby amended by
 inserting after the word "designer", in line 7, the following words:- or interior designer.