## GENERAL ASSEMBLY OF NORTH CAROLINA

## **SESSION 1993**

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## SENATE BILL 605\*

State Personnel and State Government Committee Substitute Adopted 6/21/93
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Short Title: Art in State Buildings.  Sponsors:  Referred to: Finance.			
			March 29, 1993
			A BILL TO BE ENTITLED
AN ACT	TO ESTABLISH A FUNDING FORMULA AND A SELECTION		
PROCES	S FOR THE INCLUSION OF WORKS OF ART IN STATE BUILDINGS		
AND TO	EXEMPT FROM SALES TAX SALES TO STATE AGENCIES OF		
WORKS	OF ART FOR STATE BUILDINGS.		
The General	Assembly of North Carolina enacts:		
Se	ction 1. G.S. 143-408.3 reads as rewritten:		
"§ 143-408.3	. Definitions.		
In this A	ticle, unless the context otherwise requires, the following definitions shall		
apply:			
(1)	'Construction' means construction, reconstruction, remodeling, or renovation.		
(2)	securing the preparation of plans and specifications for the purpose of negotiating or advertising for bids for the construction of a State building.		
(3)	'Designer' means an architect or engineer licensed in North Carolina.		

'Principal user' means the State agency which will be the principal

occupant of the proposed State building. However, in cases where

more than one agency will occupy a building, 'principal user' means

the Secretary of the Department of Administration.

(4)

- (5) 'State building' means any permanent structure together with all grounds and appurtenant structures which are intended as offices; laboratories; workshops; courtrooms; hearing or meeting rooms; medical, dental, library, or museum space for use by the general public; or other space for carrying on the functions of a State agency which is to be constructed, reconstructed, remodeled, or renovated using an appropriation of State funds when the amount appropriated for that purpose exceeds five hundred thousand dollars (\$500,000). one million dollars (\$1,000,000).
- (6) 'Works of art' or 'art works' includes, but is not limited to, paintings, sculptures, fountain sculptures, frescoes, mobiles, murals, collages, mosaics, bas-reliefs, tapestries, photographs, drawings, silk screens, etchings, and lithographs. The term 'works of art' or 'art works' shall not include any reproductions of original art by mechanical means."

Sec. 2. G.S. 143-408.4 reads as rewritten:

## "§ 143-408.4. Appropriations and procedure for inclusion of art works.

- (a) One-half of one percent (0.5%) of the amount <u>spent\_appropriated</u> for the construction of each State building, not including the amount of funds used for land acquisition, shall be used for the acquisition of works of art for that building.
- (b) The amount to be expended for the acquisition of art works for the building shall be included in the stated limit of the design contract and the amount shall also be incorporated by the designer in his total cost estimate for construction.
- (c) If the contracting officer, the principal user and the Secretary of Administration jointly determine and certify in writing that, due to the use of the building or other reasons, a particular construction project is not appropriate for the placement of art works the provisions of this Article shall not apply, or, if not appropriate for the expenditure of a full one-half percent (0.5%) of the amount spent appropriated for construction as defined in G.S. 143-408.3, then in some percentage up to one-half percent.
- (d) The selection and commissioning of artists and the acquisition and execution of works of art for State buildings undertaken pursuant to this Article shall be exempt from the provisions of all State bidding requirements. Expenditures for works of art as provided in this Article shall be contracted for separately from all other items in the construction project.
- (e) Of the one-half of one percent (0.5%) of the amount appropriated appropriated, or, in cases when an appropriation has been made for planning or design only, the amount approved by the Office of State Construction for the construction cost of a State building which that is dedicated to the acquisition of works of art pursuant to subsection (a) of this section, no more than eight percent (8%) of those funds may be used for the administrative costs of acquiring the art works. Funds for the administrative costs for acquisition of the art works shall be dispersed to the Department of Cultural Resources at the time the design contract is signed.
- (e1) Of the one-half of one percent (0.5%) of the amount estimated for the construction cost of a State building that is dedicated to the acquisition of works of art

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- pursuant to subsection (a) of this section, up to ten percent (10%) of the funds reserved for the artist's fee may be used as advanced planning funds to enable the artist, upon selection, to develop working drawings and to incorporate plans for the art work in the construction documents for the State building. Funds for advanced planning shall be dispersed at the time the artist's contract is approved.
  - (e2) Of the one-half of one percent (0.5%) of the amount appropriated for the construction cost of a State building that is dedicated to the acquisition of works of art pursuant to subsection (a) of this section, two percent (2%) will be placed in a nonreverting fund for the repair and conservation of the works of art in the Art Works for State Buildings Collection in the Department of Cultural Resources.
  - (f) The Department of Cultural Resources may issue any rules necessary for the implementation of this act and shall administer the program created by this act through the North Carolina Arts Council."
    - Sec. 3. G.S. 143-408.5(a) reads as rewritten:
  - "(a) Whenever a new State building is to be constructed, the contracting officer, together with the designer who has been engaged to prepare the plans for the project, shall consult with the principal user and the Public Arts Administrator of the North Carolina Arts Council Council, prior to the schematic phase of the building, regarding the works of art to be included in the design of the building and the artist or craftsman to be commissioned for the project."
    - Sec. 4. G.S. 105-164.13 is amended by adding a new subdivision to read:
    - "(29a) Sales to State agencies of works of art for State buildings pursuant to Article 47A of Chapter 143 of the General Statutes. As used in this subdivision, the terms 'works of art' and 'State building' have the meanings provided in G.S. 143-408.3."
  - Sec. 5. Section 4 of this act is effective September 1, 1993, and applies to sales made on or after that date. The remaining sections of this act are effective upon ratification and apply to State buildings authorized after September 1, 1992.