LEGISLATIVE FISCAL OFFICE **Fiscal Note**



PUBLIC CONTRACTS

410 HLS 24RS HB Fiscal Note On:

Bill Text Version: ORIGINAL

Opp. Chamb. Action: Proposed Amd.:

Date: March 15, 2024 3:36 PM Sub. Bill For .:

Dept./Agy.: Higher Education

Analyst: Chris Henry

Author: BRASS

723

Subject: Professional Service Contract Exemption

OR NO IMPACT See Note Page 1 of 1 Provides relative to certain professional service contracts for projects undertaken by certain postsecondary education entities

Present law exempts professional services contracts with an estimated project budget of \$500,000 or less from provisions in Title 38 regarding the selection of professional services for public contracts. Proposed law adds an additional exemption for projects undertaken by a university, higher education facility, or consortium that do not exceed \$1 M. These projects must have the approval of the appropriate governing or management board and the Board of Regents.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	+0					
Dea./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0
,			•			•

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The selection boards involved in the process of vetting these contracts will continue operations as usual. There may be savings in personnel time through efficiencies at postsecondary institutions being exempted from the specific contracting process resulting from the proposed legislation, however these savings would be nominal.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	Dual Referral Rules	<u>House</u>	
13.5.1 >=	\$100,000 Annual Fiscal Cost {S & H}		Johns Manor
13.5.2 >=	\$500,000 Annual Tax or Fee Change {S & H}	6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	Patrice Thomas Deputy Fiscal Officer