

2026 Regular Session

HOUSE BILL NO. 1233 (Substitute for House Bill No. 839 by Representative Coates)

BY REPRESENTATIVE COATES

PUBLIC CONTRACT/BIDS: Provides relative to a contract limit for hospital service districts

1 AN ACT

2 To amend and reenact R.S. 38:2225.2.4(A)(3), relative to the contract limit for hospital
3 service districts; to provide for a decreased contract limit for hospital service
4 districts; and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 38:2225.2.4(A)(3) is hereby amended and reenacted to read as
7 follows:

8 §2225.2.4. Construction management at risk; public entity

9 A.

10 * * *

11 (3) CMAR shall not be used for any project that is estimated to cost less than
12 five million dollars, exclusive of a hospital service district as defined by R.S.
13 46:1072(2)(a) that may not use CMAR for any project estimated to cost less than ~~two~~
14 one million dollars. At least sixty days prior to proceeding to use CMAR for any
15 project that is estimated to cost less than fifteen million dollars, a public entity shall
16 deliver written notification of the proposed CMAR project by name and description
17 of the project, together with the reason to use CMAR, to the House and Senate
18 transportation, highways, and public works committees for review and approval.

19 * * *

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 1233 Original

2026 Regular Session

Coates

Abstract: Decreases the contract limit for hospital service districts.

Present law prohibits construction management at risk (CMAR) from being used for projects estimated under \$5 million, or under \$2 million for hospital service districts. Requires a public entity to notify the House and Senate transportation committees at least 60 days in advance for projects under \$15 million with the project name, description, and justification for using CMAR.

Proposed law modifies present law by changing the hospital service district contract limit from \$2 million to \$1 million.

(Amends R.S. 38:2225.2.4(A)(3))