

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: HB 437 HLS 14RS 1116

Bill Text Version: ENROLLED

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Table with 2 rows and 2 columns. Row 1: Date: May 29, 2014 2:50 PM, Author: FANNIN. Row 2: Dept./Agy.: Division of Administration (DOA), Analyst: Travis McIlwain. Subject: Public Contracts.

PUBLIC CONTRACTS EN SEE FISC NOTE GF EX See Note Page 1 of 1
Requires prior approval of the Joint Legislative Committee on the Budget of requests for proposals and contracts over a specific dollar amount
Proposed bill provides for any request for proposals for professional, personal, consulting or social services contracts with a total maximum compensation of \$100 million or more shall be reviewed and approved by the Joint Legislative Committee on the Budget (JLCB) on or after August 1, 2014 unless it has been reviewed and approved by the JLCB. Proposed bill provides that any request for proposals for professional, personal, consulting or social services contracts with a total maximum compensation of \$100 million or more for a contract that must be approved by DHH, CMS shall be reviewed by the Joint Legislative Committee on the Budget prior to the advertisement of the request for proposal. Proposed bill provides that no request for proposals or contracts for professional, personal, consulting or social services shall be divided into multiple proposals in order to circumvent the requirements of this legislation. Proposed bill provides that any amended contract entered into with the same party for the same purpose as an existing contract which causes payment to exceed \$100 million in a one-year period shall be reviewed and approved by the Joint Legislative Committee on the Budget.

Table with 7 columns: EXPENDITURES, 2014-15, 2015-16, 2016-17, 2017-18, 2018-19, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total. All values are \$0.

EXPENDITURE EXPLANATION
There is no anticipated direct material effect on governmental expenditures as a result of this measure. These contract reviews are anticipated during the committee’s regular meeting schedule. To the extent the contract review cannot be completed during a regularly scheduled JLCB meeting, the JLCB could potentially be required to schedule additional meetings.

Note: The legislative member per diem rate is \$153 and the mileage reimbursement is \$0.56/mile.

According to OCR’s FY 13 Annual Report, there were 7 professional, personal, consulting and/or social services contracts approved by OCR in excess of \$100 million.

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