Richard

(KEYWORD, SUMMARY, AND DIGEST as amended by Senate committee amendments)

PUBLIC CONTRACTS. Provides for a 10% reduction of all state service contracts.

DIGEST

<u>Proposed law</u> requires a 10% reduction in the total dollar amount for consulting service contracts under the jurisdiction of the office of contractual review for FY 2011-2012.

<u>Proposed law</u> requires the office of contractual review to submit reports on the status of the implementation of <u>proposed law</u> to the Joint Legislative Committee on the Budget on Oct. 1, 2011, Jan. 1, 2012, April 1, 2012, and July 1, 2012.

<u>Proposed law</u> prohibits the office of contractual review from approving any contract if such approval would increase the total dollar amount of contracts above the reduction required in <u>proposed law</u> unless such contract meets all of the following criteria:

- (1) Either no employee of the contracting department or agency is both competent and available to perform the services called for by the proposed contract or the services called for are not the type readily susceptible to being performed by persons who are employed by the state on a continuing basis.
- (2) The services are not available as a product of a prior or existing contract.
- (3) The contracting department or agency has submitted to the office of contractual review a written plan to monitor and evaluate the performance called for in the proposed contract.
- (4) It is more cost effective to obtain the proposed services through the contract than to have the services provided by the contracting department or agency if the department or agency can provide the services or by agreement with another state department or agency.
- (5) The commissioner of administration determines that the proposed contract represents a priority expenditure for La. state government.

Proposed law exempts the New Opportunity Waivers (NOW) program.

<u>Proposed law</u> requires the commissioner of administration to adopt procedures regarding the implementation of <u>proposed law</u>, which procedures shall be adopted in accordance with the Administrative Procedure Act and reviewed and approved by the Joint Legislative Committee on the Budget prior to implementation.

Effective July 1, 2011.

(Adds R.S. 39:1493.11)

Summary of Amendments Adopted by House

- Committee Amendments Proposed by <u>House Committee on Appropriations</u> to the <u>original</u> bill.
- 1. Deleted references to social service contracts.

Committee Amendments Proposed by Senate Committee on Finance to the engrossed bill.

- 1. Deleted references to personal and professional service contracts.
- 2. Provides that program will not affect the New Opportunities Waivers program.
- 3. Requires commissioner of administration to adopt procedures regarding implementation of section pursuant to Administrative Procedure Act and the review and approval of Joint Legislative Committee on the Budget.