DIGEST

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Fannin HB No. 437

Abstract: Requires prior actions of the Joint Legislative Committee on the Budget (JLCB) for certain requests for proposals (RFPs) and contracts over \$100 million.

<u>Proposed law</u> requires review and approval of the Joint Legislative Committee on the Budget (JLCB) of request for proposals (RFPs) for professional, personal, consulting, or social services contracts of more than \$100 million.

<u>Proposed law</u> requires prior review, but not approval, by the JLCB of RFPs for professional, personal, or consulting service contracts of more than \$100 million which must be approved by the U.S. Dept. of Health and Human Services, Centers for Medicare and Medicaid Services (CMS).

<u>Proposed law</u> invalidates any professional, personal, consulting, or social service contract with a total maximum compensation of \$100 million entered into after Aug. 1, 2014, unless it has been reviewed and approved by the JLCB.

<u>Proposed law</u> prohibits dividing or separating RFPs or contracts to circumvent the requirements of <u>proposed law</u>. Requires review and approval of the JLCB of any subsequent or amended contract with the same party for the same purpose as the existing contract which cause payment to the party to exceed \$100 million.

(Adds R.S. 39:1498.3)

Summary of Amendments Adopted by House

House Floor Amendments to the engrossed bill.

- 1. Added provisions requiring review, rather than approval, of RPFs for contracts which must be approved by CMS.
- 2. Added prohibition of the dividing or separating of RFPs or contracts to circumvent the requirements of <u>proposed law</u> relative to JLCB approval of certain subsequent or amended contracts.