

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 166** SLS 25RS 239

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 10, 2025 9:17 AM	<b>Author:</b> WOMACK
<b>Dept./Agy.:</b> DOTD/DOA - FP&C	<b>Analyst:</b> Kimberly Fruge
<b>Subject:</b> Public Private Contract Protocol Requirements	

CONTRACTS

EN SEE FISC NOTE GF EX

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Provides relative to contract requirements for public works. (7/1/25)

Proposed law provides for public private contract protocol requirements; requires a preconstruction meeting the local governmental entity, the contractor, the appropriate state entity, and the design professional of record to establish clear expectations of deliverables, deadlines, accountability, standards, payment schedules, and expedited grievances; provides that the Division of Administration and the Department of Transportation and Development shall develop and maintain software for utilization by local governmental entities and contractors that receive state funding by January 1, 2026; provides for training for elected officials and employees of a municipality whose job duties include managing, tracking, or compliance of a Cooperative Endeavor Agreement (CEA) by the legislative auditor. Proposed law is subject to appropriation of funds by the legislature.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW					
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
<b>Annual Total</b>						
REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	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
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Proposed law will result in an increase in workload for DOTD and FP&C to have a preconstruction meeting between the local government entity, the contractor, the appropriate state entity, and the design professional of record. FP&C indicates these meetings would require additional time and travel. The agency anticipates being able to absorb the additional costs associated with the meeting into its existing operating budget. To the extent the number of projects and/or meetings required increases beyond what is currently anticipated, there may be an increase in expenditures for both DOTD and FP&C.

The Office of Technology Services (OTS) indicates that it can use existing budget authority to modify DOTDs existing contract monitoring systems and develop an application for DOTD and the Division of Administration - Office of Facility Planning and Control (FP&C) to automatically track payment processing from the state to local government agencies to contracted vendors.

**REVENUE EXPLANATION**

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

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

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**