

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



Fiscal Note On: **SR 149** SLS 17RS 2290

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 4, 2017	1:17 PM	<b>Author:</b> CORTEZ
<b>Dept./Agy.:</b> Statewide		<b>Analyst:</b> Alan M. Boxberger
<b>Subject:</b> Creates Public Contract Best Practices Committee		

PUBLIC CONTRACTS

EN SEE FISC NOTE GF EX

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Creates the Public Contract Best Practices Committee to study best practices in public contracts.

Proposed resolution establishes the Best Practices in Public Contracts Task Force to study best practices from other states to determine a fair method to evaluate bids on public works contracts based on best value instead of lowest cost; provides for membership of the task force; provides for a timeline; provides that members serve without compensation except per diem or expense reimbursements; provides for quorum requirements; provides for a final report of findings and recommendations not later than 2/15/18; and provides that the task force shall terminate not later than June 4, 2018.

<b>EXPENDITURES</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>REVENUES</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Proposed resolution may result in a nominal increase in SGF (or other state or local funds) expenditures associated with per diem and expense reimbursements for certain members of the Best Practices in Public Contracts Task Force. Proposed resolution will require the task force, comprised of 16 members, to meet during FY 18 to identify and study best practices from other states to determine a fair method to evaluate bids on public works contracts based on best value instead of lowest cost. Proposed resolution requires that members of the task force shall serve without compensation, except per diem or expenses reimbursement to which they may be individually entitled as members of the organizations they represent. Depending on the membership selected to serve on this task force, these costs would be paid by the state agency or legislature to the extent that such meetings required travel and met the requirements of the state travel policy (PPM 49). As there are only two state employee designees to the proposed task force (DOTD and Division of Administration - Office of Facility Planning and Control), as well as the chairman of the Senate Committee on Transportation, Highways and Public Works or his designee, any such per diem or expense reimbursements are expected to be nominal at most.

**REVENUE EXPLANATION**

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

Senate      Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*  


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**Evan Brasseaux**  
**Staff Director**