HLS 22RS-604 ENGROSSED

2022 Regular Session

HOUSE BILL NO. 221

1

BY REPRESENTATIVE MAGEE

CONTRACTS/BIDS: Provides relative to procurement limits for purchases of materials and supplies by public entities

AN ACT

2 To amend and reenact R.S. 38:2212.1(A)(1)(a) and (b), relative to certain purchases of 3 materials or supplies paid by public funds and publicly bid; to increase the 4 purchasing limit for materials and supplies; to increase the purchasing range 5 requiring quotes for the purchase file; and to provide for related matters. 6 Be it enacted by the Legislature of Louisiana: Section 1. R.S. 38:2212.1(A)(1)(a) and (b) are hereby amended and reenacted to read 7 8 as follows: 9 §2212.1. Advertisement and letting to lowest responsible bidder; materials and 10 supplies; exemptions 11 A.(1)(a) All purchases of any materials or supplies exceeding the sum of 12 thirty sixty thousand dollars to be paid out of public funds shall be advertised and let 13 by contract to the lowest responsible bidder who has bid according to the 14 specifications as advertised, and no such purchase shall be made except as provided 15 in this Part. 16 (b) However, purchases of ten twenty thousand dollars or more, but less than 17 thirty sixty thousand dollars, shall be made by obtaining not less than three quotes 18 by telephone, facsimile, email, or any other printable electronic form. If telephone 19 quotes are received, a written confirmation of the accepted offers shall be obtained

and made a part of the purchase file. If quotations lower than the accepted quotation

are received, the reasons for their rejection shall be recorded in the purchase file.

3 * * *

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 221 Engrossed

2

2022 Regular Session

Magee

Abstract: Increases the purchasing limit for materials and supplies, and increases the purchasing range requiring quotes for public bids paid out of public funds.

<u>Present law</u> requires all purchases of materials or supplies exceeding the sum of \$30,000 paid out of public funds be advertised and let by contract to the lowest responsible bidder who has bid according to specifications advertised. Requires no purchase be made except as provided in <u>present law</u>.

<u>Proposed law modifies present law</u> by increasing the purchasing limit for materials and supplies <u>from</u> \$30,000 to \$60,000.

<u>Present law</u> requires purchases of \$10,000 or more, but less than \$30,000 be made by obtaining not less than three quotes by telephone, facsimile, email, or any other printable electronic form. Requires written confirmation for accepted offers be obtained and made a part of the purchase file for telephone quotes. Requires the reasons for rejected offers be recorded in the purchase file for quotes lower than the accepted quotes.

<u>Proposed law modifies present law</u> by increasing the purchasing range requiring quotes for the purchase file <u>from</u> \$10,000 or more but less than \$30,000 <u>to</u> \$20,000 or more but less than \$60,000.

(Amends R.S. 38:2212.1(A)(1)(a) and (b))