

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 878** HLS 24RS 1285

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 21, 2024	8:28 AM	Author: RISER
Dept./Agy.: Parish/Municipal Fire Departments & Ambulance Services		Analyst: Chris Henry
Subject: Group Purchasing Agreements		

PUBLIC CONTRACTS

EG SEE FISC NOTE LF EX

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Provides relative to fire departments and public safety departments or agencies entering into an agreement with group purchasing organizations

Proposed legislation would allow any municipal or parish fire department, volunteer fire department, fire protection district, or non-profit corporation under contract with a fire protection district, municipal police department, or related public safety department or agency to enter into agreements with group purchasing organizations to purchase materials, equipment, and supplies. A "qualified group purchasing organization" is defined as an organization in which two or more public departments, agencies, or non-profit corporations enumerated above participate and which organization solicits proposals or bids upon the execution of a contract for the purchase of materials, equipment, or supplies. Also includes any municipal ambulance service, parish ambulance service, or ambulance service district.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	

Annual Total

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0

Annual Total

EXPENDITURE EXPLANATION

Proposed legislation may result in a nominal decrease of local funds expenditures if certain fire protection, public safety, police authorities, or ambulance services utilize group purchasing to acquire lower prices for materials, equipment, or supplies. Proposed law expands and clarifies present law, allowing these entities to purchase from group purchasing organizations without bid if either the price for the item is less than on the state contract/bid list or the items are not under the state contract/bid list.

REVENUE EXPLANATION

There is the potential for a nominal reduction of SGR revenue to the Office of State Procurement (OSP) from contract administration fees or rebates paid by contract holders if purchases from state contracts were reduced; however, this reduction is not anticipated to be significant and could be absorbed.

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