LEGISLATIVE FISCAL OFFICE Fiscal Note



Fiscal Note On: **HB 312** HLS 25RS

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: April 22, 2025 8:56 PM

Author: GADBERRY

864

Dept./Agy.: Statewide

Analyst: John McKay

Subject: Capital Outlay - Public Contracts

PUBLIC CONTRACTS EG NO IMPACT See Note Page 1 of 1 Prohibits the state and any of its political subdivisions or agencies from using price or price-related information as a factor in the selection of architectural and engineering professional services for certain projects

Present law establishes a policy for the state, its political subdivisions, and its agencies to select architectural and engineering professional services based on competence and qualifications for a fair and reasonable price. Present law prohibits the state and its political subdivisions or agencies from selecting architects, engineers, landscape architects, and land surveyors from using price or price-related information as a factor in the selection. Proposed legislation modifies present law by specifying this applies to projects using state or local funding and by extending this prohibition to persons contracted by the state, its political subdivisions, or agencies.

| EXPENDITURES | 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 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 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 | | 4.0 | +0 | +0 | 40 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 \$0 | \$0 \$0 | \$0 \$0 | \$0 \$0 | \$0 \$0 | \$0 \$0 |
| , | | | • | | | • |

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Proposed legislation provides that the prohibition against using price or price-related factors in the selection of architects, engineers, landscape architects, and land surveyors also applies to individuals contracted with the state, its political subdivisions, or an agency, as well as any projects using state or local funding. The Department of Administration, Office of Facility Planning and Control reports the proposed legislation is not anticipated to affect the operations or number of projects they manage.

REVENUE EXPLANATION

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

| Senate <u>Dual Referral Rules</u> | <u>House</u> | South south |
|---|---|---------------------------------------|
| 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H} | \bigcirc 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} | Johns Mamore |
| 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 |