

Office of State Procurement

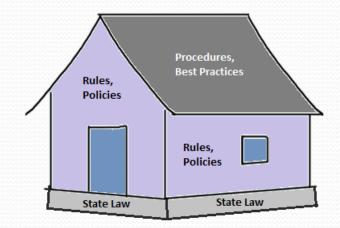
2019 Legislation re. Procurement

Agency Training



Why Should We Care?

- State law has the final say in disputes
- State law sets the outer limits on what's OK (rules, policies, procedures fill in the gaps)
- Because it's so foundational, it can (and should) inform and affect everything built on top of it
- Legislation reflects <u>and affects</u> the public mood re. procurement



 General tone of firm skepticism re. contracting (less of a focus in 2019 so far though)



Title 38 / Title 48 Changes



- 1. SB 200 by Sen. Cortez (Act 261)
 - Affects political subdivisions of the State (Title 38 only, but not State w/ 38).
 - Authorizes a limited pilot program of "A + B" bid method contracting
 - Bundles project duration into cost as a bid evaluation using an estimated impact 'cost' per day allows use of a technical element in bid process.

	Bidder	A. Bid Price	# Days	B. Day "Cost" (\$1,000 / day)	Total "Cost" (Basis for Eval.)
	Alpha	\$14,000	5	\$5,000	\$19,000
ì	Bravo	\$10,000	10	\$10,000	\$20,000

Example



2. SCR 113 and SR 188 by Sen. Gary Smith

- No immediate effect on procurement.
- Create the Public Works Contracts Task Force to study the feasibility of increasing the contract limit applicable to Public Works contracts (Title 38).
- Current limit <u>\$157,700</u> (\$150,000 from 2015 indexed to inflation).
- Committee includes Senate, FP&C, AGC, ABC, engineers, PJA, and LMA.
- Committee to meet, study and report back to the Legislature for next year's Session on whether limit should be raised in light of construction inflation.
- If legislation follows next year, State agencies and poli. subs. would be able to do larger projects without having the projects classified as Public Works.





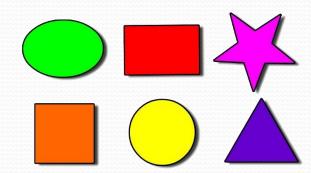
SCR 122 by Sen. Morrish

- Affects <u>DOTD</u>
- Directs DOTD to "expedite procurement, planning, engineering, design, and construction of a new I-10 Calcasieu River Bridge" next to the current bridge.
- Describes that "it is imperative that DOTD study the conditions, needs, issues, and funding relative to the procurement, planning, engineering, design and construction" of such a new bridge, "and to recommend any action considered necessary and appropriate."
- Further directs DOTD to "seriously consider undertaking a public-private partnership" for the new I-10 Calcasieu River Bridge project as an alternative to the use of conventional methods.





Title 39 Changes



- 4. HB 194 by Rep. Brass (Act 101)
 - Affects all agencies and political subdivisions governed by Title 39
 - <u>Technical only</u> corrects the statutory reference used to define early learning centers as "Private Procurement Units" from DCFS' statute to LDOE's.



5. <u>HB 245 by Rep. Hodges (Act 155)</u>



- Codifies / replaces E.O. JBE 2018-15 by Governor Edwards
- Affects all "executive branch agencies" governed by Title 39
- Requires all bidders and contractors to certify that they are not engaged in a boycott of Israel, and that they will not do so during the term of the contract.
- Not applicable to procurement contracts with a value of less than \$100,000 and for vendors with fewer than five employees.



5. HB 245 by Rep. Hodges (Act 155) (continued)

Contract/PO boilerplate language being added to LaGov:

IN ACCORDANCE WITH R.S. 39:1602.1 EXECUTIVE ORDER NUMBER JBE 2018-15, EFFECTIVE MAY 22, 2018, FOR ANY CONTRACTS WITH A VALUE OF \$100,000 OR MORE AND FOR ANY VENDOR WITH 5 OR MORE EMPLOYEES, THE VENDOR CERTIFIES THAT IT IS NOT ENGAGING IN A BOYCOTT OF ISRAEL AND IT WILL, FOR THE DURATION OF ITS CONTRACTUAL OBLIGATIONS, REFRAIN FROM A BOYCOTT OF ISRAEL.

Professional Services contract / RFP templates are being updated as well. Agencies contracting within their DPA must ensure their own compliance with the Act.



State Use Program

- HB 333 by Rep. Connick (Act 312)
 - Updates various provisions re. the State Use Program to comply with Federal law, regulations and court orders, and make other cleanup edits:
 - Replaces "sheltered workshops" with "supported employment providers" (SEPs)
 - Requires SEPs offer "gainful, competitive, integrated employment, training and rehab. svcs"
 - Merges Title 38 and 39 provisions for clearer consistency
 - Requires that goods/services be "equal in quality and reasonable in the rate charged"
 - Eliminates references to "severe" disabilities
 - Adds behavioral, developmental, intellectual and sensory disabilities
 - Deletes statutory language for an inactive program under LWC for the Blind
 - Requires the State Use Council to conduct an RFP every 5 years to select the Program's nonprofit coordinator (which has always been EDS), to provide central training, administration and support services for the SEPs.



What Didn't Pass

1. HB 63 by Rep. Bouie

Require that all Title 39 contractors comply with the Equal Pay for Women Act. (rejected in Committee)

2. HB 565 by Rep. Jay Morris

Require local government (Title 38) agencies intending to contract for design professional services to advertise the project, accept applications from licensed design professionals, and hold a public hearing, similar to the Selection Board process used by State agencies through FP&C. (never taken up in Committee)

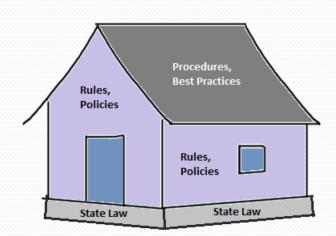
3. SB 144 by Sen. Price

Forbid the use of purchasing cooperatives administered using the lead agency model (such as NASPO ValuePoint and U.S. Communities/Omnia), and require that only "sole proprietor" type cooperatives (such as MMCAP, Sourcewell, TIPS, and PCA) be allowable for use by Title 39 agencies. (withdrawn by the author)



Why Should We Care?

- Some failed bills reflect good ideas.
- Some, unfortunately, do not.
- Some reflect a flawed or partial understanding of how the procurement process works.
- Some will be back next year.
- Some will be State law one day.





Office of State Procurement

OSP Main Phone Number: 225-342-8010

Professional Contracts Help Desk: DOA-PChelpdesk@la.gov

Purchasing Helpdesk: DOA-OSPhelpdesk@la.gov