

PREPARED BY: Scott Danigole
 DATE PREPARED: February 01, 2023
 PHONE: 402-471-0055

LB 461

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 461 is the State Procurement Act.

Section 3 provides definitions for the Act.

Section 8 provides for additional factors that the Materiel Department may take into consideration when awarding contracts that are required to be based on competitive bids. Section 10, allows for a state agency to consider whether a bid's price is reasonable or realistic, as defined in that section.

The Department of Administrative Services states that the provisions of LB 461 consolidate and harmonize sections of statute regarding the procurement of goods and services. In so doing it is likely that DAS and other agencies will realize cost savings for contracted goods and services. The amount of potential savings cannot be accurately determined and any potential savings will vary from one agency to another.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 461	AM:	AGENCY/POLT. SUB: Dept. of Administrative Services – Materiel Division (SPB)	
REVIEWED BY: Kimberly Burns	DATE: 02/01/2023	PHONE: (402) 471-4171	
COMMENTS: No basis to dispute the Department of Administrative Services' assessment of indeterminate impact from LB 461.			

Please complete ALL (5) blanks in the first three lines.

2023

LB⁽¹⁾ 461

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Administrative Services – Materiel Division,
State Purchasing Bureau (DAS-SPB)

Prepared by: ⁽³⁾ Amara Block Date Prepared: ⁽⁴⁾ 01/20/2023 Phone: ⁽⁵⁾ 402-432-0121

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
REVOLVING FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 461 consolidates the statutes regarding the procurement of goods and services into Chapter 73. In doing so, the procurement statutes are harmonized, creating consistency between the procurement types. Additionally, LB 461 also addresses evaluating bids for certain factors such as realistic and reasonable prices, residential preference, contract terms and conditions regarding indemnity, jurisdiction, and venue, the proof of need process, and grant agreements.

DAS-SPB anticipates that LB 461 will result in a cost savings to DAS and other agencies, although the exact cost savings is not quantifiable. Any changes that would need to be made to DAS materials regarding procurement could be accomplished with existing resources.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____