

Fiscal Impact
2nd Session of the 57th Legislature

Bill No.:

Version:

Author:

Date:

SB 1329

INT

Sen. Montgomery

02/07/2020

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
SECOND REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 3, 2020

BILL NUMBER: SB 1329 **STATUS AND DATE OF BILL:** Introduced Bill 1/13/2020

AUTHORS: House n/a Senate Montgomery

TAX TYPE (S): n/a **SUBJECT:** Administrative

PROPOSAL: Amendatory

SB 1329 proposes to amend 61 O.S. §103.8, which relates to the Public Competitive Bidding Act of 1974. This proposal describes which state agencies are required to report awarded contracts and expands reporting requirements for contracts that are not awarded by lowest price.

EFFECTIVE DATE: November 1, 2020

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 21: None

FY 22: None

<u>Feb. 3, 2020</u>	<u>Rick Miller</u>	bdf
DATE	DIVISION DIRECTOR	
<u>2/3/2020</u>	<u>Huan Gong</u>	
DATE	HUAN GONG, ECONOMIST	
<u>2/4/2020</u>	<u>JDA</u>	
DATE	FOR THE COMMISSION	

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

ATTACHMENT TO REVENUE IMPACT: SB 1329 [INTRODUCED] 2/3/2020

SB 1329 proposes to amend 61 O.S. §103.8, which relates to the Public Competitive Bidding Act of 1974. This proposal describes which state agencies are required to report awarded contracts and expands reporting requirements for contracts that are not awarded by lowest price.

Currently, every state agency is required to report the location of the headquarters of any company to whom the agency awards a contract. If a contract is awarded to an out-of-state company that did not offer the lowest price, the awarding agency's director must provide reasons why the out-of-state company was awarded the contract over an Oklahoma company.

Under this proposal, only state agencies with an annual payroll of \$10,000,000 or more are required to report the location of the headquarters of the company awarded a contract.¹ Also, an awarding agency's director must provide reasons for any contract that is not awarded by lowest price, including contracts awarded to Oklahoma companies.

No changes in revenue are anticipated as a result of this proposal.

¹ Oklahoma Tax Commission's payroll exceeds this threshold amount.