

BILL SUMMARY
1st Session of the 60th Legislature

Bill No.:	SB 997
Version:	CCR B
Request Number:	
Author:	Rep. Sneed
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Impact:	\$0

Research Analysis

The conference committee report to SB 997 accepts the House amendments.

SB 997, as amended, creates the Procurement Protection Act of 2025. The measure prohibits state-owned enterprises of a foreign adversary, foreign adversary companies, and federally banned corporations from bidding on contracts or submitting contract proposals with a state agency or political subdivision for goods or services. Companies providing false certification are subject to civil penalties, contract termination, and will be ineligible to bid on state contracts for five years. The measure does allow state agencies to enter into contracts with such companies if there is no other reasonable option or if the contract is preapproved by the director of OMES or the procurement authority of the applicable political subdivision after determining that not procuring the good would pose a greater threat to the state.

Lastly, the provisions of the measure do not apply to a company, including a third-party vendor, that is in compliance with the Secure and Trusted Communications Networks Act of 2019.

Prepared By: Keana Swadley

Fiscal Analysis

The conference committee report to SB 997 accepts the House amendments.

SB 997 creates the Procurement Protection Act of 2025. The measure prohibits certain transactions with companies domiciled within foreign adversaries. The measure is designed to protect the interests of state entities and does not mandate any expenditure by the state. Therefore, the measure is not anticipated to have a direct fiscal impact on the state budget or appropriations.

Prepared By: Zach Lein, House Fiscal Staff

Other Considerations

None.