

**BILL SUMMARY**  
1<sup>st</sup> Session of the 60<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 997</b>
<b>Version:</b>	<b>CS</b>
<b>Request Number:</b>	<b>13630</b>
<b>Author:</b>	<b>Rep. Sneed</b>
<b>Date:</b>	<b>5/7/2025</b>
<b>Impact:</b>	<b>\$0</b>

**Research Analysis**

The committee substitute to SB 997 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 committee substitute to SB 997 does not materially alter the prior fiscal impact statement. The measure is not anticipated to have a direct fiscal impact on the state budget or appropriations.

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**Other Considerations**

None.