

**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>ENGR</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Rep. Sneed</b>
<b>Date:</b>	<b>4/1/2025</b>
<b>Impact:</b>	<b>Please see previous summary of this measure</b>

**Research Analysis**

Engrossed SB 997 creates the Procurement Protection Act of 2025. The measure prohibits state-owned enterprises of a foreign adversary, companies domiciled within 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. The measure does allow state agencies to enter into contracts with such companies if there is no other reasonable option, the contract is preapproved by OMES, or if not procuring the good would pose a greater threat to the state. Additionally, the measure prohibits companies that have had business operations involving contracts with a military entity of any foreign adversary, state-owned enterprise of a foreign adversary, or federally banned corporations within five years, from submitting a bid for a state contract.

Companies must certify they are not associated with a foreign adversary or a federally banned corporation when bidding for or submitting a proposal for a state contract. Bidders are required to disclose whether or not they have had business operations involving contracts with any foreign adversary, state-owned enterprise of a foreign adversary, or a company domiciled within a foreign adversary within 24 months. Companies providing false certification or disclosures are subject to civil penalties, contract termination, and will be ineligible to bid on state contracts for five years.

Prepared By: Keana Swadley

**Fiscal Analysis**

The measure is currently under review and impact information will be completed.

Prepared By: House Fiscal Staff

**Other Considerations**

None.