

Department of Planning and Budget 2004 Fiscal Impact Statement

1. Bill Number HB1040

House of Origin ☐ Introduced ☐ Substitute ☒ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Saxman

3. Committee

4. Title Public Notice of Requests for Proposals

5. Summary/Purpose:

Removes the requirement for the posting and newspaper publication of notices of Requests for Proposal over \$50,000 and requires all such notices to be posted on the Department of General Services' central electronic procurement website.

6. Fiscal Impact Estimates are:

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2003-04	(\$300,000)		GF/NGF
2004-05	(\$300,000)		GF/NGF
2005-06	(\$300,000)		GF/NGF
2006-07	(\$300,000)		GF/NGF
2007-08	(\$300,000)		GF/NGF
2008-09	(\$300,000)		GF/NGF
2009-10	(\$300,000)		GF/NGF

7. Budget amendment necessary: No

8. Fiscal implications: This proposal eliminates the requirement for posting and publicizing notices of Request for Proposals (RFPs) over \$50,000 in newspapers. Agencies and local public bodies will be able to experience administrative savings such as postage costs and newspaper advertisement costs. The Department of General Services (DGS) estimates that the state agencies and localities will save approximately \$600,000 annually, all funds, based on a survey of state agency expenditures for RFPs. State agencies and institutions of higher education currently spend approximately \$300,000 for RFP newspaper advertising. The estimate assumes that localities and other public bodies will also experience savings of approximately \$300,000. Further significant savings could accrue to state agencies from changes to the companion policy on advertising of other solicitations.

9. Specific agency or political subdivisions affected: All state agencies and institutions of higher education, local public bodies

10. Technical amendment necessary: No

11. Other comments: None

Date: 02/13/04 / amk

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cc: Secretary of Administration