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FISCAL IMPACT REPORT

ORIGINAL DATE 1/26/08

SPONSOR Ulabarri LAST UPDATED _____ HB _____

SHORT TITLE Competitive Sealed Bids and Small Purchases Increase SB 457

ANALYST Propst

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY08	FY09		
	NFI		General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From
General Services Department (GSD)

SUMMARY

Synopsis of Bill

Senate Bill 457, Relating to Procurement; Increasing the Limits for Expenditures for Competitive Sealed Bids and for Small Business, raises the limit required for formal bids and advertisement for small purchase from \$20 thousand to \$30 thousand.

FISCAL IMPLICATIONS

The appropriation of \$0.0 thousand contained in this bill is a non-recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY09 shall revert to the general fund.

SIGNIFICANT ISSUES

GSD notes that SB 457 eliminates the formal bid process, including public notice, for purchases of goods and non-professional services between \$20 thousand and \$30 thousand. (The limit for professional services, as defined in Section 13-1-76 of the Procurement Code, is \$50 thousand.)

WEP/bb