



Duplicates/Conflicts with/Companion to/Relates to: **Duplicate of SB408 (2025)**  
Duplicates/Relates to Appropriation in the General Appropriation Act

### **SECTION III: NARRATIVE**

#### **BILL SUMMARY**

##### **Synopsis:**

House Bill 456 amends the Procurement Code. The bill increases the amount state agencies and local public bodies can pay for architectural or engineering services by increasing the amount from \$650,000 to \$2 million dollars. It also provides a not to exceed amount for multiple construction contracts increasing it from \$12.5 million dollars to \$30 million dollars in a ten-year period. A single purchase order may not exceed \$7 million dollars (currently \$4 million dollars). Procurements for all contracts for one firm shall not exceed \$15 million dollars (currently \$7 million) in any four-year period for architectural and engineering services or \$30 million (currently \$12.5 million) in a ten-year period (currently three years).

#### **FISCAL IMPLICATIONS**

Contracts awarded under indefinite delivery indefinite quantity (IDIQ) agreements enable agencies to procure services more efficiently. The threshold increases under this legislation provides agencies with enhanced terms and greater flexibility by updating the procurement code to reflect current market conditions and rising costs.

#### **SIGNIFICANT ISSUES**

#### **PERFORMANCE IMPLICATIONS**

n/a

#### **ADMINISTRATIVE IMPLICATIONS**

n/a

#### **CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

**Unknown**

#### **TECHNICAL ISSUES**

n/a

#### **OTHER SUBSTANTIVE ISSUES**

#### **ALTERNATIVES**

#### **WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

Agencies will remain subject to the existing procurement thresholds and limits, which restrict contracts to amounts below current procurement code thresholds. This constraint may hinder projects and work from alignment with current market prices.

## AMENDMENTS