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FISCAL IMPACT REPORT

SPONSOR Car	mpos	ORIGINAL DAT		
SHORT TITLE Competitive Sealed Bid Electronic Initiation SB				624
ANALYST				Dunbar
APPROPRIATION (dollars in thousands)				
Appropriation			Recurring	Fund
FY15	5	FY16	or Nonrecurring	Affected
NFI				

(Parenthesis () Indicate Expenditure Decreases)

Relates to Appropriation in the General Appropriation Act

SOURCES OF INFORMATION

<u>Responses Received From</u> Attorney General Office (AGO)

Responses Not Received From General Services Department (GSD) a/o 1:30 Mar 11, 2015

SUMMARY

Synopsis of Bill

Senate Bill 624 amends Section 13-1-104 of the Procurement Code, which governs the requirements for providing public notice of competitive sealed bids. Under Subsection A of Section 1, a central purchasing office would be required to electronically publish notice of an invitation for bid on the central purchasing office's website. The term "central purchasing office" is defined in the Procurement Code as the "office within a state agency or a local public body responsible for the control of procurement of items of tangible personal property, services or construction." NMSA 1978, § 13-1-37.

Subsection E of Section 1 deletes language that currently prohibits a central purchasing office from requiring that prospective bidders receive a notice of invitation for bids through electronic media.

Senate Bill 624 – Page 2

SIGNIFICANT ISSUES

The AG indicates that it is unclear whether a central purchasing office is permitted to satisfy the notice requirements referenced in Section 13-1-104 through electronic means alone. If this is the intent, this change would potentially narrow the number of prospective bidders since it would effectively eliminate notice to prospective bidders who either didn't have an email address or who don't have reliable internet access.

BD/aml/je