- 1 SB182
- 2 181988-1
- 3 By Senator Holtzclaw
- 4 RFD: Fiscal Responsibility and Economic Development
- 5 First Read: 14-FEB-17

181988-1:n:02/08/2017:FC/mfc LRS2017-568 1 2 3 4 5 6 7 8 SYNOPSIS: Under existing law, the Contract Review 9 Permanent Legislative Oversight Committee is 10 required to review within a 45-day period a proposed contract or letter of intent to contract 11 12 for personal or professional services paid by a 13 state warrant. 14 This bill would clarify that the 45-day 15 review period would not begin until all information required by the committee is provided to the 16 17 committee, and would provide that a committee 18 request for additional information would extend the 19 period of review for an additional 45 days. 20 21 A BILL 22 TO BE ENTITLED 23 AN ACT 24 25 To amend Section 29-2-41, Code of Alabama 1975, 26 relating to the review of proposed contracts or letter of 27 intent by the Contract Review Permanent Legislative Oversight

1 Committee; to clarify that the period of review does not begin 2 until all information required by the committee is furnished 3 to the committee and to provide that a request by the 4 committee for additional information extends the period of 5 review for an additional 45 days.

6 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Section 29-2-41, Code of Alabama 1975, is
amended to read as follows:

9

"§29-2-41.

10 "Each member of the committee shall be entitled to 11 regular legislative compensation, per diem, and travel 12 expenses for each day he or she attends a meeting of the 13 committee, which shall be paid out of the funds appropriated 14 to the use of the Legislature, on warrants drawn on the state 15 Comptroller upon requisition signed by the committee's chair. 16 Members shall not receive additional compensation or per diem when the Legislature is in session. The Department of 17 18 Examiners of Public Accounts shall furnish assistance and any relevant information to the committee. The committee shall 19 20 have the responsibility of reviewing contracts for personal or 21 professional services with private entities or individuals to 22 be paid out of appropriated funds, federal or state, on a 23 state warrant issued as recompense for those services. Each 24 state department entering into a contract to be paid out of 25 appropriated funds, federal or state, on a state warrant which 26 is notified by the committee is required to submit to the 27 committee any proposed contract for personal or professional

services. Each contract shall be accompanied by an itemization 1 2 of the total cost estimate of the contract. The department may, in lieu of the proposed contract, submit to the committee 3 a letter of intent to contract. Such letter of intent to 4 contract shall indicate the contracting parties, the services 5 to be performed, an itemization of the total cost estimate of 6 7 the contract, and such other information as the department may deem pertinent to the committee review of the contract. The 8 committee shall review and comment where necessary on any such 9 10 contract or letter of intent to contract within a reasonable 11 time not to exceed 45 days after the department has submitted 12 the contract or letter of intent to contract to the committee. 13 The 45-day period commences upon the submission of a contract 14 meeting the requirements of state law and this article or a letter of intent to contract that meets the requirements of 15 16 law and this article and any information required by the 17 committee. If, during the 45-day period, the committee by 18 majority vote determines additional information is pertinent 19 to the committee review of the contract, the 45-day period 20 shall be extended for an additional 45 days. Any contract made 21 by the state or any of its agencies or departments in 22 violation of this section and without prior review by the 23 committee of either the contract or the letter of intent to 24 contract shall be void ab initio. If the committee fails to 25 review and comment upon any contract or letter of intent to 26 contract within the aforementioned 45-day time period, such 27 contract shall be deemed to have been reviewed in compliance

with this section. <u>If the committee by majority vote requests</u> additional information and does not review or comment upon the contract or letter of intent to contract within the additional <u>45-day period</u>, the contract shall be deemed to have been reviewed in compliance with this section.

6 "Should the department elect to submit a letter of 7 intent to contract in lieu of a proposed contract, as 8 authorized in the preceding paragraph, the department shall be 9 required to submit to the committee for its information the 10 contract described in the letter of intent upon the execution 11 of the contract.

12 "The committee shall have the power to issue 13 subpoenas for any witnesses and to require the production of 14 any documents or contracts it feels it needs to examine in the 15 conduct of its duties.

16 "The committee shall organize itself at the first 17 meeting and elect from among its membership a chair and a 18 vice-chair. The committee shall hold regular meetings at least 19 once each month, the regular meetings to be held during the 20 first week of each month."

21 Section 2. This act shall become effective on the 22 first day of the third month following its passage and 23 approval by the Governor, or its otherwise becoming law.

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