

Regular Session, 2010

SENATE BILL NO. 288

BY SENATOR DONAHUE

FISCAL CONTROLS. Directs each state executive agency to reduce the costs of its contracts by ten percent for FY11, except as approved by the commissioner of administration. (7/1/10)

1 AN ACT

2 To enact Chapter 3-H of Subtitle I of Title 39 of the Louisiana Revised Statutes of 1950, to
3 be comprised of R.S. 39:469, relative to public contracts; to require each executive
4 branch agency to reduce contract costs; to provide for exceptions; to provide for an
5 effective date; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. Chapter 3-H of Subtitle I of Title 39 of the Louisiana Revised Statutes of
8 1950, comprised of R.S. 39:469, is hereby enacted to read as follows:

9 **§469. Reduction of contracts for 2010-2011 Fiscal Year**

10 **A. Each executive branch agency shall reduce the cost of its contracts.**

11 **The cost for Fiscal Year 2010-2011 shall be at least ten percent less than the cost**
12 **for Fiscal Year 2009-2010.**

13 **B. The agency may request that the commissioner of administration**
14 **authorize an exception to the provisions of Subsection A of this Section. In**
15 **submitting a request for an exception, the agency shall detail rational business**
16 **reasons supporting the exception.**

17 **C. The agency shall report to the Commission on Streamlining**

1 **Government and the Joint Legislative Committee on the Budget by December**
2 **1, 2010, the contract reductions implemented and any exceptions granted by the**
3 **commissioner.**

4 Section 2. This Act shall become effective on July 1, 2010; if vetoed by the governor
5 and subsequently approved by the legislature, this Act shall become effective on July 1,
6 2010, or on the day following such approval by the legislature, whichever is later.

The original instrument and the following digest, which constitutes no part
of the legislative instrument, were prepared by Laura Gail Sullivan.

DIGEST

Proposed law requires each executive branch agency to reduce the costs of contracts by 10%. Provides that the commissioner of administration may approve certain exceptions. Provides for reporting of contract reductions and exceptions granted to the Commission on Streamlining Government and the Joint Legislative Committee on the Budget by Dec. 1, 2010.

Effective July 1, 2010.

(Adds R.S. 39:469)