

FISCAL NOTE

HB 2609 – SB 3502

February 16, 2006

SUMMARY OF BILL: Authorizes counties to select a bidder within 2% of the lowest bid for the purchase of tangible personal property if the property purchased or leased requires post-purchase servicing or maintenance and the low bidder's nearest service location is more than 10 miles from the nearest border of the county.

ESTIMATED FISCAL IMPACT:

Decrease Local Govt. Expenditures – Not Significant

Assumptions:

- The original low-bid does not include the cost of post-purchase servicing and/or maintenance.
- The purchasing method authorized by this bill will be used only when such method results in a savings to the local government.
- Any decrease in the competitive nature of the procurement process will be offset by decreases in the cost to the local government for post-purchase servicing and/or maintenance.
- Although the amount of savings to local governments cannot be precisely quantified, savings, if any to local governments is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director