

**A-Engrossed**  
**Senate Bill 152**

Ordered by the Senate April 21  
Including Senate Amendments dated April 21

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Governor Theodore R. Kulongoski for Department of Human Services)

**SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Authorizes Department of Corrections and Department of Human Services to procure, contract for or enter into agreements for goods and services necessary for successful management and maintenance of institutions within their respective jurisdictions.

**Transfers authority to enter into agreement for information technology from Director of Oregon Department of Administrative Services to Department of Education for agreements related to student assessment and to other state agencies authorized to enter into agreement for information technology under specific provision of law.**

**Declares emergency, effective on passage.**

**A BILL FOR AN ACT**

1  
2 Relating to purchasing authority of state agencies responsible for state institutions; amending ORS  
3 179.040 and 279A.050; and declaring an emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 179.040 is amended to read:

6 179.040. (1) The Department of Corrections and the Department of Human Services shall:

7 (a) Govern, manage and administer the affairs of the public institutions and works within their  
8 respective jurisdictions.

9 (b) Enter into contracts for the planning, erection, completion and furnishings of all new  
10 buildings or additions at their respective institutions.

11 (c) Subject to any applicable provisions of ORS 279A.125, 279A.255, 279A.275, 279A.280,  
12 279A.285, 279A.290, 279B.025, 279B.240, 279B.270, 279B.275, 279B.280 and 283.110 to 283.395, enter  
13 into contracts for the purchase of supplies for their respective institutions.

14 (d) Make and adopt rules[, *not inconsistent with law,*] for the guidance of the Department of  
15 Corrections or the Department of Human Services and for the government of their respective insti-  
16 tutions.

17 (2) The Department of Corrections and the Department of Human Services, respectively, may:

18 (a) Sue and plead in all courts of law and equity.

19 (b) **Subject to ORS 279A.050 (7), procure, contract for or enter into agreements for goods**  
20 **and services of all kinds, including personal services contracts designated under ORS**  
21 **279A.055, and perform all legal [*and peaceful*] acts requisite and necessary for the successful man-**  
22 **agement and maintenance of the institutions within their respective jurisdictions.**

23 **SECTION 2.** ORS 279A.050 is amended to read:

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1           279A.050. (1)(a) Except as otherwise provided in the Public Contracting Code, a contracting  
2 agency shall exercise all procurement authority in accordance with the provisions of the Public  
3 Contracting Code.

4           (b) When a contracting agency has authority under this section to carry out functions described  
5 in this section, or has authority to make procurements under a provision of law other than the  
6 Public Contracting Code, the contracting agency is not required to exercise that authority in ac-  
7 cordance with the provisions of the code if, under ORS 279A.025, the code does not apply to the  
8 contract or contracting authority.

9           (2) Except as otherwise provided in the Public Contracting Code, for state agencies the Director  
10 of the Oregon Department of Administrative Services has all the authority to carry out the pro-  
11 visions of the Public Contracting Code.

12           (3) Except as otherwise provided in the Public Contracting Code, the Director of Transportation  
13 has all the authority to:

14           (a) Procure or supervise the procurement of all services and personal services to construct, ac-  
15 quire, plan, design, maintain and operate passenger terminal facilities and motor vehicle parking  
16 facilities in connection with any public transportation system in accordance with ORS 184.689 (5);

17           (b) Procure or supervise the procurement of all goods, services, public improvements and per-  
18 sonal services relating to the operation, maintenance or construction of highways, bridges and other  
19 transportation facilities that are subject to the authority of the Department of Transportation; and

20           (c) Establish standards for, prescribe forms for and conduct the prequalification of prospective  
21 bidders on public improvement contracts related to the operation, maintenance or construction of  
22 highways, bridges and other transportation facilities that are subject to the authority of the De-  
23 partment of Transportation.

24           (4) Except as otherwise provided in the Public Contracting Code, the Secretary of State has all  
25 the authority to procure or supervise the procurement of goods, services and personal services re-  
26 lated to programs under the authority of the Secretary of State.

27           (5) Except as otherwise provided in the Public Contracting Code, the State Treasurer has all the  
28 authority to procure or supervise the procurement of goods, services and personal services related  
29 to programs under the authority of the State Treasurer.

30           (6) The state agencies listed in this subsection have all the authority to do the following in ac-  
31 cordance with the Public Contracting Code:

32           (a) The Department of Human Services to procure or supervise the procurement of goods, ser-  
33 vices and personal services **under ORS 179.040 for the department's institutions and the pro-**  
34 **urement of goods, services and personal services** for the construction, demolition, exchange,  
35 maintenance, operation and equipping of housing:

36           (A) For persons with chronic mental illness, subject to applicable provisions of ORS 426.504; and

37           (B) For the purpose of providing care to individuals with mental retardation or other develop-  
38 mental disabilities, subject to applicable provisions of ORS 427.335;

39           (b) The State Department of Fish and Wildlife to procure or supervise the procurement of con-  
40 struction materials, equipment, supplies, services and personal services for public improvements,  
41 public works or ordinary construction described in ORS 279C.320 that is subject to the authority  
42 of the State Department of Fish and Wildlife;

43           (c) The State Parks and Recreation Department to procure or supervise the procurement of all  
44 goods, services, public improvements and personal services relating to state parks;

45           (d) The Oregon Department of Aviation to procure or supervise the procurement of construction

1 materials, equipment, supplies, services and personal services for public improvements, public works  
2 or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon  
3 Department of Aviation;

4 (e) The Economic and Community Development Department to procure or supervise the pro-  
5 curement of all goods, services, personal services and public improvements related to its foreign  
6 trade offices operating outside the state;

7 (f) The Housing and Community Services Department to procure or supervise the procurement  
8 of goods, services and personal services as provided in ORS 279A.025 (2)(o);

9 (g) The Department of Corrections to procure or supervise the procurement of construction  
10 materials, equipment, supplies, services and personal services for public improvements, public works  
11 or ordinary construction described in ORS 279C.320 that is subject to the authority of the Depart-  
12 ment of Corrections;

13 (h) The Department of Corrections, subject to any applicable provisions of ORS 279A.120,  
14 279A.125, 279A.145 and 283.110 to 283.395, to procure or supervise the procurement of goods, **ser-**  
15 **VICES AND PERSONAL SERVICES UNDER ORS 179.040** for its institutions;

16 (i) The Department of Veterans' Affairs to procure or supervise the procurement of real estate  
17 broker and principal real estate broker services related to programs under the department's au-  
18 thority;

19 (j) The Oregon Military Department to procure or supervise the procurement of construction  
20 materials, equipment, supplies, services and personal services for public improvements, public works  
21 or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon  
22 Military Department;

23 (k) The Department of Education, subject to any applicable provisions of ORS 329.075, 329.085  
24 and 329.485 and the federal No Child Left Behind Act of 2001 (P.L. 107-110, 115 Stat. 1425), to pro-  
25 cure or supervise the procurement of goods, services, personal services and information technology  
26 relating to student assessment; and

27 (L) Any state agency to conduct a procurement when the agency is specifically authorized by  
28 any provision of law other than the Public Contracting Code to enter into a contract.

29 (7) [*Notwithstanding*] **Except as provided in subsection (6)(k) of this section and ORS 279A.140**  
30 (1), the Director of the Oregon Department of Administrative Services has exclusive authority to  
31 procure or supervise the procurement of all state agency information technology contracts and all  
32 price agreements [*on behalf of the state agencies identified in subsection (6)(a) to (j) of this section*]  
33 under which more than one state agency may order goods, services or personal services unless the  
34 director delegates this authority. This subsection does not apply to contracts under which the con-  
35 tractor delivers to the state agency information technology products or services incidental to the  
36 performance of personal services contracts described in ORS chapter 279C or construction contracts  
37 described in ORS chapter 279C. A state agency identified in subsection (3) or (6)(a) to (j) of this  
38 section may not establish a price agreement or enter into a contract for goods, services or personal  
39 services without the approval of the director if the director has established a price agreement for  
40 the goods, services or personal services.

41 **SECTION 3. This 2009 Act being necessary for the immediate preservation of the public**  
42 **peace, health and safety, an emergency is declared to exist, and this 2009 Act takes effect**  
43 **on its passage.**