House Bill 2212

Introduced and printed pursuant to House Rule 12.00. Presession filed (at the request of Governor John A. Kitzhaber, M.D., for Oregon Department of Administrative 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 **as introduced**.

Raises amount used to classify public procurement as small procurement under Public Contracting Code from maximum of \$5,000 to maximum of \$10,000.

A BILL FOR AN ACT

Relating to an amount that constitutes a small procurement under the Public Contracting Code;
 creating new provisions; and amending ORS 279B.065 and 279B.070.

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

5 **SECTION 1.** ORS 279B.065 is amended to read:

6 279B.065. (1) [Any] A contracting agency may award a procurement of goods or services [not

7 exceeding \$5,000 may be awarded] that does not exceed \$10,000 in any manner [deemed] the con-

8 tracting agency deems practical or convenient [by the contracting agency], including by direct se-

9 lection or award. A contract awarded under this section may be amended to exceed [\$5,000] \$10,000

10 only in accordance with rules adopted under ORS 279A.065.

11 (2) A contracting agency may not artificially divide or fragment a procurement [may not

12 be artificially divided or fragmented] so as to constitute a small procurement under this section.

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SECTION 2. ORS 279B.070 is amended to read:

14 279B.070. (1) [Any] A contracting agency may award a procurement of goods or services [ex-15 ceeding \$5,000 but not exceeding] that exceeds \$10,000 but does not exceed \$150,000 [may be 16 awarded] in accordance with intermediate procurement procedures. A contract awarded under this 17 section may be amended to exceed \$150,000 only in accordance with rules adopted under ORS 18 279A.065.

(2) A contracting agency may not artificially divide or fragment a procurement [may not
 be artificially divided or fragmented] so as to constitute an intermediate procurement under this
 section.

(3) When conducting an intermediate procurement, a contracting agency shall seek at least three informally solicited competitive price quotes or competitive proposals from prospective contractors. The contracting agency shall keep a written record of the sources of the quotes or proposals received. If three quotes or proposals are not reasonably available, fewer will suffice, but the contracting agency shall make a written record of the effort [made] **the contracting agency makes** to obtain the quotes or proposals.

(4) If a [contract is awarded, the] contracting agency awards a contract, the contracting
agency shall award the contract to the offeror whose quote or proposal will best serve the interests
of the contracting agency, taking into account price as well as considerations including, but not
limited to, experience, expertise, product functionality, suitability for a particular purpose and con-

- 1 tractor responsibility under ORS 279B.110.
- 2 SECTION 3. The amendments to ORS 279B.065 and 279B.070 by sections 1 and 2 of this
- 3 2013 Act apply to procurements that a contracting agency conducts under the Public Con-
- 4 tracting Code on or after the effective date of this 2013 Act.

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