WEST VIRGINIA LEGISLATURE

2020 REGULAR SESSION

Introduced

Senate Bill 193

By SENATOR TARR

[Introduced January 9, 2020; referred to the Committee on Government Organization; and then to the Committee on Finance]

Intr SB 193 2020R1549

A BILL to amend and reenact §5A-3-10 of the Code of West Virginia, 1931, as amended, relating to establishing deadlines for spending units to submit procurements to the Purchasing Division when a continuing procurement for goods and services exceeds \$1 million.

Be it enacted by the Legislature of West Virginia:

ARTICLE 3. PURCHASING DIVISION.

- §5A-3-10. Competitive bids; publication of solicitations for sealed bids; purchase of products of nonprofit workshops; employee to assist in dealings with nonprofit workshops; continuing procurements over \$1 million.
- (a) A purchase of and contract for commodities, printing and services shall be based, whenever possible, on competitive bids.
- (b) The director shall solicit sealed bids for the purchase of commodities and printing which is estimated to exceed \$25,000. No spending unit shall issue a series of requisitions or divide or plan procurements to circumvent this \$25,000 threshold or otherwise avoid the use of sealed bids. Any spending unit which awards multiple contracts for the same or similar commodity or service to an individual vendor over any 12-month period, the total value of which exceeds \$25,000, shall file copies of all contracts awarded to the vendor within the 12 preceding months with the director immediately upon exceeding the \$25,000 limit, along with a statement explaining how the multiple contract awards do not circumvent the \$25,000 threshold. If the spending unit does not immediately report to the director, the director may suspend the purchasing authority of the spending unit until the spending unit complies with the reporting requirement of this subsection. The director may conduct a review of any spending unit to ensure compliance with this subsection. Following a review, the director shall complete a report summarizing his or her findings and forward the report to the spending unit. In addition, the director shall report to the Joint Committee on Government and Finance on January 1, and July of each year the spending units which have reported under this subsection and the findings of the director.
 - (c) The director may permit bids by electronic transmission to be accepted in lieu of sealed

Intr SB 193 2020R1549

bids.

(d) Bids shall be solicited by public notice. The notice may be published by any advertising medium the director deems considers advisable. The director may also solicit sealed bids by sending requests by mail or electronic transmission to prospective vendors.

(e) (1) The director shall, without competitive bidding, purchase commodities and services produced and offered for sale by nonprofit workshops, as defined in §5A-1-1 of this code, which are located in this state: *Provided*, That such the commodities and services shall be of a fair market price and of like quality comparable to other commodities and services otherwise available as determined by the director with the advice of the Committee on the Purchase of Commodities and Services from the Handicapped.

(2) To encourage contracts for commodities and services with nonprofit workshops, the director shall employ a person whose responsibilities in addition to other duties shall be are to identify all commodities and services available for purchase from nonprofit workshops, to evaluate the need of the state for commodities and services to coordinate the various nonprofit workshops in their production efforts and to make available to such the workshops information about available opportunities within state government for purchase of commodities or services which might be produced and sold by such workshops. Funds to employ such a person shall be included annually in the budget.

(f) For all commodities and services in an amount exceeding \$1 million, if the procurement of the commodity or service is continuing in nature, 12 months prior to the expiration of the contract or final renewal option, whichever is later, the spending unit shall submit a new procurement for approval and release to the Purchasing Division. This procurement shall be awarded no later than 180 days after submission to the Purchasing Division.

NOTE: The purpose of this bill is to set forth timeframes for the continuing purchase of commodities and services over \$1 million under the state's purchasing law.

Intr SB 193 2020R1549

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.