IY7HZW-1 : 5/25/2023 : CMH AMENDMENT TO SB291, AS ENGROSSED 1ST STATE GOVERNMENT AMENDMENT TO SB291 OFFERED BY REPRESENTATIVE SHAW 1 2 3 4 5 Remove lines 3 through 19 on page 1 6 7 Replace line 28 on page 1 with the following: contracts for which competitive bidding is not 8 required; to amend Section 41-4-126, Code of Alabama 9 10 1975, to further provide for which contracts are exempt from the procurement code requirements; and 11 12 After line 209 on page 8, insert the following new 13 section and renumber the remaining sections 14 accordingly: 15 16 Section 2. Section 41-4-126, Code of Alabama 1975, is amended to read as follows: 17 "\$41-4-126 18 19 (a) Unless otherwise ordered by rule, with 20 approval of the Governor, the following supplies and services need not be procured through the Office of 21 the Chief Procurement Officer and are exempt from the 2.2 competitive requirements of this article: 23 (1) Works of art for museum and public display. 24

IY7HZW-1 : 5/25/2023 : CMH AMENDMENT TO SB291, AS ENGROSSED 1ST STATE GOVERNMENT AMENDMENT TO SB291 OFFERED BY REPRESENTATIVE SHAW (2) Published books in any format such as 25 digital, audio, or hardcopy; maps; periodicals; and 26 technical pamphlets. 27 (3) Utility services where no competition 28 exists or where rates are fixed by law. 29 30 (4) Purchases of alcoholic beverages by the 31 Alcoholic Beverage Control Board. 32 (5) Purchases of products made or manufactured by the blind or visually handicapped under the 33 34 direction or supervision of the Alabama Institute for Deaf and Blind in accordance with Sections 21-2-1 to 35 21-2-4, inclusive. 36 (6) Photographs purchased from a federal 37 38 agency. (7) Barter transactions by the Department of 39 Corrections. 40 (8) The purchase of insurance and supplies or 41 42 services related to the purchase of insurance. 43 (9) Computer programs, software applications, 44 manuscripts, books, maps, pamphlets, periodicals, and library or research electronic databases of 45 manuscripts, books, maps, pamphlets, or periodicals. 46 (10) Services to aid in the prevention and 47 detection of criminal activity by law enforcement 48



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agencies and community-oriented policing programs.

50 (b) Any state department or agency whose 51 principal business is honorariums is exempted from 52 this chapter on purchases and contracts for services 53 made by that department or agency.

54 (c) Nothing in this article is intended to 55 repeal or limit any provision of Section 23-1-40 or 56 Sections 23-2-140 through 23-2-175, relating to the procurement authority of the State Department of 57 58 Transportation and the Alabama Toll Road, Bridge and Tunnel Authority. To the extent any provision 59 contained in this article conflicts with Section 60 23-1-40 or Sections 23-2-140 through 23-2-175, the 61 latter governs. 62

(d) Nothing in this article repeals or limits
any provision of Section 41-4-400, relating to the
procurement authority of the Division of Construction
Management. To the extent any provision contained in
this article conflicts with Section 41-4-400, the
latter governs.

(e) Nothing in this article repeals or limits
any provision of Section 14-7-8, relating to the
procurement authority of Alabama Correctional
Industries. To the extent any provision contained in



this article conflicts with Section 14-7-8, the latter 73 74 governs. (f) This article does not apply to any state 75 76 authority, board, or other entity with respect to contracts relating to the issuance of debt that is 77 78 required to be repaid from sources other than state 79 funds. (g) This article does not apply to direct 80 health care services provided by the Alabama 81 82 Department of Public Health. (h) Nothing in this article applies to the 83 administration of health benefit plans by a 84 governmental body and supplies or services related 85 thereto. 86 (i) Except for capital equipment, this article 87 does not apply to the purchase by a public hospital of 88 medical products, medical supplies, medical devices, 89 services, implants, pharmaceuticals, fluids, gases, or 90 91 any other medical products which are used in the 92 course of treating patients, or to support the treatment of patients. 93

94 (j)(1) Except as provided in subdivision (2),
95 the purchase of supplies or services negotiated on
96 behalf of two-year and four-year colleges and



97 universities may be awarded without competitive 98 bidding, provided that no state revenues, 99 appropriations, or other state funds are expended or 100 committed and when it is determined by the respective 101 board that financial benefits will accrue to the 102 institution.

103 (2) When an Alabama business entity organized under the laws of this state is available to supply 104 the product or service purchased or negotiated under 105 106 subdivision (1), the Alabama business entity shall have preference unless the product or service supplied 107 by a foreign corporation is substantially different or 108 superior to the product or service supplied by the 109 110 Alabama business entity.

(3) Public notice shall be provided by the 111 112 purchasing agency within 10 days of the execution of a contract under this subsection. The public notice 113 114 shall include, at a minimum, the terms and conditions 115 of any of the supplies or services that are contracted 116 through negotiation without being competitively bid and the name and address of the recipient of the 117 118 contract.

(k) This article does not apply to purchasesand contracts for the repair of equipment used in the



122 Department of Transportation.

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(1) This article does not apply to public worksprojects governed by Title 39.

construction and maintenance of highways by the

(m) This article does not apply to the purchase 125 126 by the Department of Transportation of road building 127 materials for transportation infrastructure in the 128 state. Road building materials may be purchased from private land owners or commercial providers from the 129 130 nearest or most cost-effective source available for the particular application. Road building materials 131 include dirt, gravel, stone, slag, or borrow 132 materials, in natural state or processed by crushing, 133 grading, or screening processes. 134

(n) This article does not apply to purchases of
supplies and services for the maintenance and
operation of highway infrastructure and right-of-way
by the Department of Transportation.

(o) Nothing in this article is intended to
repeal or limit any provision of Article 2, Chapter 1,
Title 23, relating to the powers and authority of the
Department of Transportation. To the extent any
provision contained in this article conflicts with
Article 2, Chapter 1, Title 23, the latter governs.



(p) Governmental bodies may purchase supplies 145 from any vendor that offers the item at a price at 146 least ten percent below the price established on a 147 statewide contract by the Office of the Chief 148 Procurement Officer for the same item, provided that 149 150 each purchase, whether for a single item or multiple 151 items, does not exceed an amount established by rules of the Chief Procurement Officer. The Office of the 152 Chief Procurement Officer shall confirm that the terms 153 154 and conditions of the purchases are substantially similar to those of the statewide contract for the 155 same item prior to the approval of any purchase under 156 this subsection. Any purchase that would be directly 157 connected to any information technology network used 158 by the state shall require prior approval by the 159 160 Secretary of Information Technology. If the purchaser is to take possession of the purchased supplies at the 161 162 vendor's physical location, any acquisition of 163 supplies under this subsection may be purchased only 164 from vendors physically located within the state. The price of any supplies purchased under this subsection 165 shall be the market price readily available to the 166 public at large. The acquisition of supplies under 167 this subsection is subject to the supervision and 168



169 administration of the Office of the Chief Procurement 170 Officer.

(g) Nothing in this article is intended to 171 repeal or limit any provision of Chapter 61E of Title 172 16, relating to the powers and authority of the 173 174 Department of Education to enter into joint purchasing agreements on behalf of educational institutions. To 175 176 the extent any provision contained in this article conflicts with Chapter 61E of Title 16, the latter 177 178 governs.

179 (r) Nothing in this article shall be construed
180 as repealing Section 9-2-106 or Section 9-2-107.

181 (s) This article does not apply to purchases by 182 the Alabama Department of Rehabilitation Services of 183 supplies and services for the Alabama Department of 184 Rehabilitation Services consumers."