### SECOND REGULAR SESSION

# HOUSE BILL NO. 2345

## **102ND GENERAL ASSEMBLY**

#### INTRODUCED BY REPRESENTATIVE RIGGS.

DANA RADEMAN MILLER, Chief Clerk

## AN ACT

To repeal section 34.042, RSMo, and to enact in lieu thereof one new section relating to negotiation of state contract provisions.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 34.042, RSMo, is repealed and one new section enacted in lieu 2 thereof, to be known as section 34.042, to read as follows:

34.042. 1. When the commissioner of administration determines that the use of competitive bidding is either not practicable or not advantageous to the state, supplies may be procured by competitive proposals. The commissioner shall state the reasons for such determination, and a report containing those reasons shall be maintained with the vouchers or files pertaining to such purchases. All purchases in excess of ten thousand dollars to be made under this section shall be based on competitive proposals.

7 2. On any purchase where the estimated expenditure shall be one hundred thousand 8 dollars or over, the commissioner of administration shall:

9 (1) Advertise for proposals in at least two daily newspapers of general circulation in 10 such places as are most likely to reach prospective offerors and may advertise in at least two 11 weekly minority newspapers and may provide such information through an electronic 12 medium available to the general public at least five days before proposals for such purchases 13 are to be opened. Other methods of advertisement, however, may be adopted by the 14 commissioner of administration when such other methods are deemed more advantageous for 15 the supplies to be purchased;

16 (2) Post notice of the proposed purchase; and

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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17 (3) Solicit proposals by mail or other reasonable method generally available to the 18 public from prospective offerors.

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All proposals for such supplies shall be mailed or delivered to the office of the commissioner
of administration so as to reach such office before the time set for opening proposals.
Proposals shall be opened in a manner to avoid disclosure of contents to competing offerors
during the process of negotiation.

24 3. The contract shall be let to the lowest and best offeror as determined by the 25 evaluation criteria established in the request for proposal and any subsequent negotiations conducted pursuant to this subsection. In determining the lowest and best offeror, as provided 26 in the request for proposals and under rules promulgated by the commissioner of 27 28 administration, negotiations may be conducted with responsible offerors who submit proposals selected by the commissioner of administration on the basis of reasonable criteria 29 for the purpose of clarifying and assuring full understanding of and responsiveness to the 30 solicitation requirements. Those offerors shall be accorded fair and equal treatment with 31 32 respect to any opportunity for negotiation and subsequent revision of proposals; however, a request for proposal may set forth the manner for determining which offerors are eligible for 33 34 negotiation, including, but not limited to, the use of shortlisting. Revisions may be permitted after submission and before award for the purpose of obtaining best and final offers. In 35 conducting negotiations there shall be no disclosure of any information derived from 36 proposals submitted by competing offerors. The commissioner of administration shall have 37 38 the right to reject any or all proposals and advertise for new proposals or purchase the 39 required supplies on the open market if they can be so purchased at a better price.

40 4. The commissioner shall make available, upon request, to any members of the 41 general assembly, information pertaining to competitive proposals, including the names of 42 bidders and the amount of each bidder's offering for each contract.

43 5. If identified in the solicitation, the contract may be awarded to the lowest and 44 best responsive vendor as determined by the evaluation criteria set out in the 45 solicitation, while reserving certain contract provisions for negotiation after the notice 46 of award. The reserved contract provisions for post-award negotiation shall not be provisions that were part of the evaluation criteria and scoring or provisions that 47 impacted such criteria or scoring. The time frame for post-award negotiations shall be 48 49 set out in the solicitation itself, and if such negotiations fail, the commissioner may cancel the award and award the contract to the next lowest and best vendor. If satisfied 50

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- 51 with the lowest and best responsive vendor's proposal, the commissioner may waive
- 52 post-award negotiations.