# Washington State House of Representatives Office of Program Research

BILL ANALYSIS

## State Government Committee

### **HB 1987**

**Brief Description:** Ensuring the integrity of the state contracting process.

**Sponsors:** Representatives Miloscia, Haigh, Veloria, Conway, Flannigan, Blake, Ruderman, McCoy, Eickmeyer and Lovick.

#### **Brief Summary of Bill**

 Debars vendors from future consideration on contracts with the state for conviction of certain crimes, nonperformance, and failure to follow procedures for a period of up to eight years.

**Hearing Date:** 3/4/03

**Staff:** Marsha Reilly (786-7135).

#### **Background:**

The Department of General Administration (GA) may reject the bid of any bidder who has failed to perform satisfactorily on a previous contract with the state. In the "Guide to Personal Service Contracting" agencies are advised on managing and monitoring contracts. The level of monitoring is based on a risk assessment of the contractor's role in delivering the services under the terms of the contract. Contract managers are advised to evaluate consultant performance based on:

- · achievement of project goals and objectives;
- · timely completion of work;
- · quality of work measured against project objectives;
- · quantity of work;
- · professional manner and conduct;
- · working relationship with agency staff; and
- quality of project management.

There are currently no provisions in statute for debarment of contractors that provide goods and services.

#### **Summary of Bill:**

A vendor or potential vendor may be debarred from consideration of an award for contract for the provisions of goods or services if, within the past three years, the vendor has:

- been convicted of a criminal offense to the application for or performance of a state contract or subcontract;
- been convicted of an offense including but not limited to, embezzlement, theft, forgery, bribery, falsification or destruction of records, receiving stolen property, or violating state or federal antitrust statutes;
- been convicted of any other offense, or violated any other state or federal law that would indicate the vendor is unable to perform responsibly;
- · failed to substantially perform a state contract or subcontract
- · violated bid solicitation procedures;
- · refused to provide, or failed to respond to requests, for information necessary for monitoring contract performance; or
- failed to perform in a manner consistent with any applicable state or federal law, rule or regulation.

If grounds for debarment are found to exist, the GA will notify the vendor of a the procedure for requesting a hearing. If the vendor does not respond within 20 calendar days, the GA may issue the decision to debar without a hearing. Debarment may be for up to a period of eight years. After the period of debarment expires, the vendor may reapply for inclusion on bidder lists through the normal application process.

**Appropriation:** None.

Fiscal Note: Requested on February 26, 2003.

**Effective Date:** The bill takes effect 90 days after adjournment of session in which bill is passed.

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