# Fiscal Note

## State of Alaska 2014 Legislative S

2014 Legislative Session		Bill Version: HB 262	
		Fiscal Note Number:	
		() Publish Date:	
Identifier:	HB262-DOA-OPA-02-14-14	Department: Department of Administration	
Title:	PROCUREMENT EXEMPTION: PDA, OPA	Appropriation: Legal and Advocacy Services	
Sponsor:	HOLMES	Allocation: Office of Public Advocacy	
Requester:	House State of Affairs	OMB Component Number: 43	

#### Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars) Included in FY2015 Governor's FY2015 Appropriation **Out-Year Cost Estimates** Requested Request **OPERATING EXPENDITURES** FY 2015 FY 2015 FY 2016 FY 2017 FY 2018 FY 2019 FY 2020 Personal Services Travel Services Commodities Capital Outlay Grants & Benefits Miscellaneous **Total Operating** 0.0 0.0 0.0 0.0 0.0 0.0 0.0 Fund Source (Operating Only) None Total 0.0 0.0 0.0 0.0 0.0 0.0 0.0

## Positions Full-time Part-time Temporary Change in Revenues

#### Estimated SUPPLEMENTAL (FY2014) cost: 0.0

(separate supplemental appropriation required)

(separate capital appropriation required)

(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0

(discuss reasons and fund source(s) in analysis section)

#### ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? If yes, by what date are the regulations to be adopted, amended or repealed?

Yes 01/31/15

#### Why this fiscal note differs from previous version:

Not applicable, initial version

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Division:	Office of Public Advocacy	Date:	02/14/2014 05:00 PM
Approved By:	Curtis Thayer, Commissioner	Date:	02/14/14
Agency:	Department of Administration		
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#### FISCAL NOTE ANALYSIS

### STATE OF ALASKA 2014 LEGISLATIVE SESSION

#### BILL NO. HB 262

#### Analysis

HB262, sponsored by Representative Holmes, would amend AS 36.30, the state procurement code, to permit the Office of Public Advocacy (OPA) and the Public Defender Agency (PDA) to contract for legal services on a non-competitive basis when the contract is (a) for less than \$100,000 and, (b) for legal services in matters where the affected agency has either been appointed by a court to represent a person, or in matters where the affected agency has or may have a conflict of interest, or has need to retain a professional (expert) witness.

The OPA and PDA would not have to obtain the prior approval of the Attorney General in cases where the Attorney General is an adverse party.

The bill is meant to allow OPA and the PDA to efficiently contract for legal and professional witness services, under \$100,000 per contract, on a non-competitive basis, while avoiding ethical conflicts posed by the current system, which requires either competitive contracts or the approval of the Attorney General to proceed on a non-competitive basis. The Attorney General is almost always an adverse party to OPA clients. HB262 would ensure separation of the Attorney General's role as an adverse party from the role of approving OPA and PDA legal and professional services contracts.

If enacted into law as presently drafted HB262 would likely reduce the administrative overhead costs associated with procuring legal and professional witness services for OPA and the PDA. OPA is anticipating that the adoption of this legislation will change the regulations and if so, changes will need to be in place six (6) months from the effective date of the bill or by January 2015 whichever is earlier. The Office of Public Advocacy submits a zero fiscal note.