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2021-2022 Regular Sessions

IN ASSEMBLY

June 1, 2021

Introduced by M. of A. ZEBROWSKI, McDONALD, ABINANTI -- read once and referred to the Committee on Governmental Operations -- recommitted to the Committee on Governmental Operations in accordance with Assembly Rule 3, sec. 2 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the state finance law and the education law, in relation to restoring oversight of certain contracts by the comptroller; and to repeal certain provisions of the education law relating thereto

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Paragraph (a) of subdivision 2 of section 112 of the state 2 finance law, as amended by chapter 257 of the laws of 2021, is amended 3 to read as follows: 4 (a) Before any contract made for or by any state agency, department, 5 board, officer, commission, or institution, except the office of general 6 services or its customer agencies serviced by the office of general services business services center, shall be executed or become effec-7 8 tive, whenever such contract exceeds fifty thousand dollars in amount 9 and before any contract made for or by the office of general services, 10 whether for itself or for its customer agencies serviced by the office 11 of general services business services center, shall be executed or 12 become effective, whenever such contract exceeds eighty-five thousand dollars in amount, it shall first be approved by the comptroller and 13 filed in his or her office[, with the exception of contracts established 14 15 as a centralized contract through the office of general services and 16 purchase orders or other produrement transactions issued under such 17 centralized contracts. The]. Provided, however, that the comptroller 18 shall make a final written determination with respect to approval of 19 such contract within ninety days of the submission of such contract to 20 his or her office unless the comptroller shall notify, in writing, the 21 state agency, department, board, officer, commission, or institution,

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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1 prior to the expiration of the ninety day period, and for good cause, of 2 the need for an extension of not more than fifteen days, or a reasonable 3 period of time agreed to by such state agency, department, board, offi-4 cer, commission, or institution and provided, further, that such written 5 determination or extension shall be made part of the procurement record 6 pursuant to paragraph f of subdivision one of section one hundred 7 sixty-three of this chapter.

8 § 2. Subdivision 5 of section 355 of the education law is REPEALED and 9 a new subdivision 5 is added to read as follows:

10 5. Notwithstanding the provisions of subdivision two of section one 11 hundred twelve and sections one hundred fifteen, one hundred sixty-one, 12 and one hundred sixty-three of the state finance law and section three 13 of the New York state printing and public documents law or any other law 14 to the contrary, the state university trustees are authorized and 15 empowered to:

16 a. (i) purchase materials, proprietary electronic information 17 resources including but not limited to academic, professional, and industry journals, reference handbooks and manuals, research tracking 18 19 tools, indexes and abstracts equipment and supplies, including computer 20 equipment and motor vehicles, where the amount for a single purchase 21 does not exceed fifty thousand dollars, (ii) execute contracts for 22 services and construction contracts to an amount not exceeding fifty thousand dollars, and (iii) contract for printing to an amount not 23 exceeding fifty thousand dollars, without prior approval by any other 24 25 state officer or agency, but subject to rules and regulations of the state comptroller not otherwise inconsistent with the provisions of this 26 27 section and in accordance with the guidelines promulgated by the state 28 university board of trustees after consultation with the state comptroller. In addition, the trustees, after consultation with the commis-29 30 sioner of general services, are authorized to annually negotiate with 31 the state comptroller increases in the aforementioned dollar limits and 32 the exemption of any articles, categories of articles, services, or 33 commodities from these limits;

34 b. establish cash advance accounts for the purpose of purchasing mate-35 rials, supplies, or services, for cash advances for travel expenses and 36 per diem allowances, or for advance payment of wages and salary. The 37 account may be used to purchase such materials, supplies, or services 38 where the amount of a single purchase does not exceed one thousand 39 dollars, in accordance with such quidelines as shall be prescribed by the state university trustees after consultation with the state comp-40 41 troller;

42 c. establish guidelines in consultation with the commissioner of 43 general services authorizing participation by the state university in 44 programs administered by the office of general services for the purchase 45 of available New York state food products. The commissioner of general 46 services shall provide assistance to the state university necessary to 47 enable the university to participate in these programs; and

48 d. award contract extensions for campus transportation without compet-49 itive bidding where such contracts were secured either through compet-50 itive bidding or through evaluation of proposals however such extensions 51 may be rejected if the amount to be paid to the contractor in any year 52 of such proposed extension fails to reflect any decrease in the regional consumer price index for the New York, New York-Northeastern, New Jersey 53 54 area, based upon the consumer price index for all urban consumers (CPI-U) during the preceding twelve-month period. At the time of any 55 contract extension, consideration shall be given to any competitive 56

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9 10 proposal offered by a public transportation agency. Such contract may be increased for each year of the contract extension by an amount not to exceed the regional consumer price index increase for the New York, New York-Northeastern, New Jersey area, based upon the consumer price index for all urban consumers (CPI-U), during the preceding twelve-month period, provided it has been satisfactorily established by the contractor that there has been at least an equivalent increase in the amount of his cost of operation, during the period of the contract. Guidelines promulgated by the state university board of trustees shall, to the extent practicable, require that competitive proposals be solicited for purchases, and shall include requirements that purchases

solicited for purchases, and shall include requirements that purchases and contracts authorized under this section be at the lowest available price, including consideration of prices available through other state agencies, consistent with quality requirements, and as will best promote the public interest. Such purchases may be made directly from any contractor pursuant to any contract for commodities let by the office of general services or any other state agency.

18 § 3. Subdivision 6 of section 355 of the education law is REPEALED and 19 a new subdivision 6 is added to read as follows:

20 6. To enter into any contract or agreement deemed necessary or advis-21 able after consultation with appropriate state agencies for carrying out the objects and purposes of the state university without prior review or 22 approval by any state officer or agency other than the state comptroller 23 and the attorney general including contracts with non-profit corpo-24 25 rations organized by officers, employees, alumni or students of the state university for the furtherance of its objects and purposes. 26 27 Contracts or agreements entered into with the federal government to enable participation in federal student loan programs, including any and 28 all instruments required thereunder, shall not be subject to the 29 requirements of section forty-one of the state finance law; provided, 30 however, that the state shall not be liable for any portion of any 31 32 defaults which it has agreed to assume pursuant to any such agreement in 33 an amount in excess of money appropriated or otherwise lawfully avail-34 able therefor at the time the liability for payment arises.

35 § 4. Paragraph b of subdivision 16 of section 355 of the education law 36 is REPEALED and a new paragraph b is added to read as follows:

b. (i) Notwithstanding the provisions of subdivision two of section
one hundred twelve of the state finance law relating to the dollar
threshold requiring the comptroller's approval of contracts and subdivision six of section one hundred sixty-three of the state finance law,
authorize contracts for the purchase of goods and services for state
university health care facilities:

43 (A) for any contract which does not exceed seventy-five thousand 44 dollars; or

(B) for joint or group purchasing arrangements which do not exceed seventy-five thousand dollars without prior approval by any other state officer or agency in accordance with procedures and requirements found in paragraph a of subdivision five of this section.

(ii) contracts authorized hereunder shall be subject to article fourteen of the civil service law and the applicable provisions of agreements between the state and employee organizations pursuant to article fourteen of the civil service law. The trustees are authorized to negotiate annually with the state comptroller increases in the aforementioned dollar limits.

55 § 5. Subdivision 12 of section 373 of the education law is REPEALED 56 and a new subdivision 12 is added to read as follows: A. 7925--A

1	12. To make and execute contracts, lease agreements, and all other
2	instruments necessary or convenient for the exercise of its corporate
3	powers and the fulfillment of its corporate purposes under this article;
4	§ 6. Subdivision a of section 6218 of the education law is REPEALED
5	and a new subdivision a is added to read as follows:
б	a. Notwithstanding the provisions of subdivision two of section one
7	hundred twelve and sections one hundred fifteen, one hundred sixty-one
8	and one hundred sixty-three of the state finance law and section three
9	of the New York state printing and public documents law or any other law
10	to the contrary, the city university trustees are authorized and
11	empowered to:
12	(i) purchase materials; proprietary electronic information resources,
13	including, but not limited to, academic, professional and industry jour-
14	nals, reference handbooks and manuals, research tracking tools, indexes
15	and abstracts; and equipment and supplies, including computer equipment
16	and motor vehicles, where the amount for a single purchase does not
17	exceed fifty thousand dollars, (ii) execute contracts for services to an
18	amount not exceeding fifty thousand dollars, and (iii) contract for
19	printing to an amount not exceeding fifty thousand dollars, without
20	prior approval by any other state officer or agency, but subject to
21	rules and regulations of the state comptroller not otherwise inconsist-
22	ent with the provisions of this section and in accordance with the
23	guidelines promulgated by the city university board of trustees after
24	consultation with the state comptroller. In addition, the trustees are
25	authorized to annually negotiate with the state comptroller increases in
26	the aforementioned dollar limits and the exemption of any articles,
27	categories of articles, services, or commodities from these limits.
28	Guidelines promulgated by the city university board of trustees shall,
29	to the extent practicable, require that competitive proposals be solic-
30	ited for purchases, and shall include requirements that purchases and
31	<u>contracts authorized under this section be at the lowest available</u>
32	price.
33	§ 7. Subdivision a-1 of section 6218 of the education law is REPEALED.
34	§ 8. Section 6283 of the education law is REPEALED.

35 § 9. This act shall take effect immediately.