Senate Bill 1092

Sponsored by Senator WOODS

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: Updates the means by which government agencies can buy goods and services by joining contracts that other agencies have signed. Takes effect 91 days after the session ends. (Flesch Readability Score: 62.7).

Updates and streamlines the process and procedure for conducting cooperative procurements for public contracts and public improvement contracts.

Takes effect on the 91st day following adjournment sine die.

A BILL FOR AN ACT 1 2 Relating to procedures for conducting cooperative procurements for public contracts; creating new provisions; amending ORS 276.255, 279A.010 and 279A.025; repealing ORS 279A.200, 279A.205, 3 279A.210, 279A.215, 279A.220 and 279A.225; and prescribing an effective date. 4 Be It Enacted by the People of the State of Oregon: $\mathbf{5}$ SECTION 1. Section 2 of this 2025 Act is added to and made a part of ORS chapter 279A. 6 7 **SECTION 2.** (1) As used in this section: (a) "Administering agency" means a contracting agency, or a governmental body other 8 than a contracting agency that is inside or outside this state, that conducts a cooperative 9 10 procurement. (b)(A) "Cooperative procurement" means a procurement in which an administering 11 agency solicits and executes an original contract. 12 (B) "Cooperative procurement" does not include an agreement under ORS chapter 190 13or under a statute, ordinance or other legislative enactment that permits and governs 14 agreements for exchanging goods or services between or among governmental bodies or 1516 agencies or between or among tribal governments or agencies. (c) "Original contract" means a public contract, public improvement contract or price 17 agreement that an administering agency solicits and executes for the purpose of permitting 18 19 a contracting agency or a governmental body, other than the administering agency, to obtain goods or services, including construction services, from a contractor under the same or 20 21similar terms and conditions and at the same or similar prices. 22(d) "Participating agency" means a contracting agency or a governmental body, other than an administering agency, that participates in a cooperative procurement. 23

(2) An administering agency may solicit, conduct, administer or participate in a cooper ative procurement and may enter into an original contract.

(3)(a) An administering agency must solicit and conduct a cooperative procurement in a
 manner that is open, impartial and substantially equivalent to the source selection methods
 and procedures set forth in ORS 279B.055, 279B.060, 279C.110 and 279C.330 to 279C.355. In

1 meeting this requirement, the procurement:

2 (A) May not apply a geographic preference that favors bidders or proposers who reside 3 in the administering agency's jurisdiction or locality more than do the preferences set forth 4 in ORS 279A.120 (2); and

5 (B) Must provide reasonably clear and precise specifications that are suitable for the 6 purposes intended and that reasonably encourage competition.

(b) If an administering agency is a contracting agency, the administering agency shall
comply with applicable source selection methods and procedures set forth in this chapter and
ORS chapters 279B and 279C.

(c) A contracting agency, or a governmental body within this state other than a con tracting agency, may not participate in a cooperative procurement unless the administering
 agency solicits and conducts the cooperative procurement in compliance with paragraph (a)
 of this subsection.

(4)(a) If a participating agency is a contracting agency and the estimated contract price for the participating agency's procurement exceeds \$250,000, before entering into a public contract or public improvement contract under a cooperative procurement that does not name the participating agency as a party to the original contract, the participating agency shall provide public notice of an intent to enter into a public contract or public improvement contract by means of the cooperative procurement. A public notice under this subsection must:

(A) Describe the procurement in detail sufficient to enable prospective bidders or
 proposers to consider whether the procurement could represent an opportunity to submit a
 bid or proposal;

24 (B) Specify the estimated contract price of the procurement;

25 (C) Identify the administering agency;

(D) Invite comments concerning the participating agency's intent to enter into the public
 contract or public improvement contract by means of the cooperative procurement; and

(E) Specify a date and time by which and a street address or electronic address at which
the participating agency must receive the comments.

(b) A participating agency shall provide the notice described in paragraph (a) of this
subsection in the manner specified in ORS 279B.055 (4)(b) and (c) and must provide the notice
at least seven days before the date on which comments are due under paragraph (a)(E) of
this subsection, unless the participating agency by rule specifies a longer period.

(5) If a participating agency receives comments under subsection (4)(a)(D) of this section
 from prospective bidders or proposers, the participating agency shall respond within five days
 after receiving the comments and as part of the response shall indicate whether the partic ipating agency will reconsider the decision to proceed with the cooperative procurement.

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SECTION 3. ORS 276.255 is amended to read:

276.255. (1)(a) A state agency may locate, on premises the state agency owns or controls, devices
or facilities that the state agency installs, or has installed, specifically to deliver electricity to the
public for electric motor vehicles.

42 (b) A state agency may contract with a vendor that will distribute, dispense or otherwise make
43 available electricity from devices or facilities described in paragraph (a) of this subsection.

44 (2)(a) The Oregon Department of Administrative Services may install or have installed devices 45 or facilities described in subsection (1)(a) of this section in as many locations as are sufficient to 1 meet demand for the devices or facilities.

2 (b) The department by rule shall establish criteria by means of which a state agency shall de-3 termine an appropriate number of locations at which the state agency may install or have installed 4 devices or facilities described in subsection (1)(a) of this section.

5 (c) Notwithstanding paragraph (b) of this subsection, a state agency may install or have installed 6 devices or facilities described in subsection (1)(a) of this section at more than the number of lo-7 cations determined in accordance with the department's rule if the state agency obtains a grant to 8 support the installations at each additional location.

9 (3)(a) The department may contract or otherwise agree with another entity to acquire, install, 10 maintain or operate devices or facilities described in subsection (1)(a) of this section. The depart-11 ment may also participate in, sponsor, conduct or administer cooperative procurements in accord-12 ance with [ORS 279A.200 to 279A.225] section 2 of this 2025 Act under which public bodies, as 13 defined in ORS 174.109, and other purchasers the department authorizes by rule may acquire, install, 14 maintain or operate devices or facilities to deliver electricity to the public for electric motor vehi-15 cles.

(b) Solely for the purpose of a contracting agency's participating in, sponsoring, conducting or
administering a cooperative procurement under paragraph (a) of this subsection and notwithstanding
the definition of "public improvement" in ORS 279A.010, a device or facility for delivering electricity
to the public for electric motor vehicles is not a public improvement.

(4) A state agency that contracts with a vendor under subsection (1)(b) or (3)(a) of this section
shall require in the contract that the vendor:

(a) Indemnify the state agency against any claim related to or arising out of the vendor's oper ations on premises that the state agency owns or controls;

(b) Obtain a policy of liability insurance in an amount sufficient to pay foreseeable claims that relate to or arise out of the vendor's operations, name the state agency as an insured party in the policy and maintain coverage under the policy during the term of the contract and for two years after the contract term expires; and

(c) Pay workers that the vendor employs for any work related to installing a device or facility
the prevailing rate of wage, as defined in ORS 279C.800.

30 (5) A state agency may by order establish and adjust prices for using devices or facilities de-31 scribed in subsection (1)(a) of this section that are located on premises the state agency owns or 32 controls. The state agency shall endeavor to set the price for using the devices or facilities at a 33 level that:

(a) Recovers to the maximum extent practicable the cost of operating and administering the
 devices or facilities described in subsection (1)(a) of this section; and

(b) Does not exceed 110 percent of the average market price for delivering electricity to the
public for the purpose described in subsection (1)(a) of this section in the county in which the device
or facility is located.

(6) Subject to subsection (5) of this section, a state agency shall set the price for delivering electricity at devices and facilities located on premises that the state agency owns or controls. The state agency shall use criteria and a methodology that the department specifies for calculating the price.

(7) The department shall report to the Legislative Assembly in the manner provided by ORS
192.245 not later than February 1, 2019, February 1, 2021, and February 1, 2023, concerning state
agency implementation of the authority granted in subsections (1), (2), (4), (5) and (6) of this section.

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1 Each report must, as of the date of the report:

2 (a) List the number of devices or facilities for delivering electricity to the public for electric 3 motor vehicles that state agencies installed or had installed in the previous two years and the total 4 number of installations that have occurred since June 2, 2018;

5 (b) List the number of devices or facilities that state agencies have planned for installation in 6 the next two years;

(c) List the cost to the state agency of each installation and calculate:

8 (A) An average cost for installations that state agencies have completed or had completed; and

9 (B) An overall trend line for costs that state agencies have incurred;

(d) Specify the current price that each state agency charges under subsection (6) of this section
and any changes in the price that occurred in the previous two years;

(e) Specify for each state agency an average rate of utilization for all of the devices or facilities located on premises that the state agency owns or controls, calculated as the ratio of the time each day during which a person is actually using the devices or facilities and the time each day in which the devices and facilities are available for use; and

(f) Specify whether and to what extent using electric motor vehicles and devices or facilities located on premises that state agencies own or control to provide electricity for state agency electric motor vehicles results in a cost savings to the state agency in comparison to using motor vehicles that do not use electricity for propulsion.

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SECTION 4. ORS 279A.010 is amended to read:

21 279A.010. (1) As used in the Public Contracting Code, unless the context or a specifically ap-22 plicable definition requires otherwise:

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(a) "Bidder" means a person that submits a bid in response to an invitation to bid.

(b) "Contracting agency" means a public body authorized by law to conduct a procurement. "Contracting agency" includes, but is not limited to, the Director of the Oregon Department of Administrative Services and any person authorized by a contracting agency to conduct a procurement on the contracting agency's behalf. "Contracting agency" does not include the judicial department or the legislative department.

29 (c) "Days" means calendar days.

30 (d) "Department" means the Oregon Department of Administrative Services.

(e) "Director" means the Director of the Oregon Department of Administrative Services or a
 person designated by the director to carry out the authority of the director under the Public Con tracting Code.

34 (f) "Emergency" means circumstances that:

35 (A) Could not have been reasonably foreseen;

36 (B) Create a substantial risk of loss, damage or interruption of services or a substantial threat 37 to property, public health, welfare or safety; and

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(C) Require prompt execution of a contract to remedy the condition.

(g) "Energy savings performance contract" means a public contract between a contracting
agency and a qualified energy service company for the identification, evaluation, recommendation,
design and construction of energy conservation measures, including a design-build contract, that
guarantee energy savings or performance.

43 (h) "Executive department" has the meaning given that term in ORS 174.112.

44 (i) "Goods" includes supplies, equipment, materials, personal property, including any tangible, 45 intangible and intellectual property and rights and licenses in relation thereto, and combinations 1 of any of the items identified in this paragraph.

2 (j) "Goods and services" or "goods or services" includes combinations of any of the items iden-3 tified in the definitions of "goods" and "services."

4 (k)(A) "Grant" means:

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5 (i) An agreement under which a contracting agency receives moneys, property or other assist-6 ance, including but not limited to federal assistance that is characterized as a grant by federal law 7 or regulations, loans, loan guarantees, credit enhancements, gifts, bequests, commodities or other 8 assets, from a grantor for the purpose of supporting or stimulating a program or activity of the 9 contracting agency and in which no substantial involvement by the grantor is anticipated in the 10 program or activity other than involvement associated with monitoring compliance with the grant 11 conditions; or

(ii) An agreement under which a contracting agency provides moneys, property or other assistance, including but not limited to federal assistance that is characterized as a grant by federal law or regulations, loans, loan guarantees, credit enhancements, gifts, bequests, commodities or other assets, to a recipient for the purpose of supporting or stimulating a program or activity of the recipient and in which no substantial involvement by the contracting agency is anticipated in the program or activity other than involvement associated with monitoring compliance with the grant conditions.

(B) "Grant" does not include a public contract for a public improvement, for public works, as defined in ORS 279C.800, or for emergency work, minor alterations or ordinary repair or maintenance necessary to preserve a public improvement, when under the public contract a contracting agency pays, in consideration for contract performance intended to realize or to support the realization of the purposes for which grant funds were provided to the contracting agency, moneys that the contracting agency has received under a grant.

(L) "Industrial oil" means any compressor, turbine or bearing oil, hydraulic oil, metal-working
 oil or refrigeration oil.

27 (m) "Judicial department" has the meaning given that term in ORS 174.113.

(n) "Legislative department" has the meaning given that term in ORS 174.114.

(o) "Local contract review board" means a local contract review board described in ORS
 279A.060.

(p) "Local contracting agency" means a local government or special government body authorized
by law to conduct a procurement. "Local contracting agency" includes any person authorized by a
local contracting agency to conduct a procurement on behalf of the local contracting agency.

34 (q) "Local government" has the meaning given that term in ORS 174.116.

35 (r) "Lowest responsible bidder" means the lowest bidder who:

(A) Has substantially complied with all prescribed public contracting procedures and require ments;

(B) Has met the standards of responsibility set forth in ORS 279B.110 or 279C.375;

39 (C) Has not been debarred or disqualified by the contracting agency under ORS 279B.130 or
 40 279C.440; and

(D) If the advertised contract is a public improvement contract, is not on the list created by the
 Construction Contractors Board under ORS 701.227.

43 (s) "Lubricating oil" means any oil intended for use in an internal combustion crankcase,
44 transmission, gearbox or differential or an automobile, bus, truck, vessel, plane, train, heavy equip45 ment or machinery powered by an internal combustion engine.

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1 (t) "Person" means a natural person capable of being legally bound, a sole proprietorship, a 2 corporation, a partnership, a limited liability company or partnership, a limited partnership, a for-3 profit or nonprofit unincorporated association, a business trust, two or more persons having a joint 4 or common economic interest, any other person with legal capacity to contract or a public body.

5 (u) "Post-consumer waste" means a finished material that would normally be disposed of as solid 6 waste, having completed its life cycle as a consumer item. "Post-consumer waste" does not include 7 manufacturing waste.

8 (v) "Price agreement" means a public contract for the procurement of goods or services at a set 9 price with:

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(A) No guarantee of a minimum or maximum purchase; or

(B) An initial order or minimum purchase combined with a continuing contractor obligation to
 provide goods or services in which the contracting agency does not guarantee a minimum or maxi mum additional purchase.

(w) "Procurement" means the act of purchasing, leasing, renting or otherwise acquiring goods or services. "Procurement" includes each function and procedure undertaken or required to be undertaken by a contracting agency to enter into a public contract, administer a public contract and obtain the performance of a public contract under the Public Contracting Code.

(x) "Proposer" means a person that submits a proposal in response to a request for proposals.

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(y) "Public body" has the meaning given that term in ORS 174.109.

20 (z) "Public contract" means a sale or other disposal, or a purchase, lease, rental or other ac-21 quisition, by a contracting agency of personal property, services, including personal services, public 22 improvements, public works, minor alterations, or ordinary repair or maintenance necessary to pre-23 serve a public improvement. "Public contract" does not include grants.

(aa) "Public contracting" means procurement activities described in the Public Contracting Code
 relating to obtaining, modifying or administering public contracts or price agreements.

26 (bb) "Public Contracting Code" or "code" means ORS chapters 279A, 279B and 279C.

(cc) "Public improvement" means a project for construction, reconstruction or major renovation
on real property by or for a contracting agency. "Public improvement" does not include:

(A) Projects for which no funds of a contracting agency are directly or indirectly used, except
 for participation that is incidental or related primarily to project design or inspection; or

(B) Emergency work, minor alteration, ordinary repair or maintenance necessary to preserve a
 public improvement.

(dd) "Public improvement contract" means a public contract for a public improvement. "Public
 improvement contract" does not include a public contract for emergency work, minor alterations,
 or ordinary repair or maintenance necessary to preserve a public improvement.

(ee) "Recycled material" means any material that would otherwise be a useless, unwanted or
 discarded material except for the fact that the material still has useful physical or chemical prop erties after serving a specific purpose and can, therefore, be reused or recycled.

(ff) "Recycled oil" means used oil that has been prepared for reuse as a petroleum product by refining, rerefining, reclaiming, reprocessing or other means, provided that the preparation or use is operationally safe, environmentally sound and complies with all laws and regulations.

42 (gg) "Recycled paper" means a paper product with not less than:

43 (A) Fifty percent of its fiber weight consisting of secondary waste materials; or

44 (B) Twenty-five percent of its fiber weight consisting of post-consumer waste.

45 (hh) "Recycled PETE" means post-consumer polyethylene terephthalate material.

1 (ii) "Recycled product" means all materials, goods and supplies, not less than 50 percent of the 2 total weight of which consists of secondary and post-consumer waste with not less than 10 percent 3 of its total weight consisting of post-consumer waste. "Recycled product" includes any product that 4 could have been disposed of as solid waste, having completed its life cycle as a consumer item, but 5 otherwise is refurbished for reuse without substantial alteration of the product's form.

6 (jj) "Secondary waste materials" means fragments of products or finished products of a manu-7 facturing process that has converted a virgin resource into a commodity of real economic value. 8 "Secondary waste materials" includes post-consumer waste. "Secondary waste materials" does not 9 include excess virgin resources of the manufacturing process. For paper, "secondary waste 10 materials" does not include fibrous waste generated during the manufacturing process such as fibers 11 recovered from waste water or trimmings of paper machine rolls, mill broke, wood slabs, chips, 12 sawdust or other wood residue from a manufacturing process.

(kk) "Services" mean services other than personal services designated under ORS 279A.055, except that, for state contracting agencies with procurement authority under ORS 279A.050 or
279A.140, "services" includes personal services as designated by the state contracting agencies.

(LL) "Special government body" has the meaning given that term in ORS 174.117.

(mm) "State agency" means the executive department, except the Secretary of State and the
State Treasurer in the performance of the duties of their constitutional offices.

(nn) "State contracting agency" means an executive department entity authorized by law toconduct a procurement.

21 (oo) "State government" has the meaning given that term in ORS 174.111.

22 (pp) "Used oil" has the meaning given that term in ORS 459A.555.

(qq) "Virgin oil" means oil that has been refined from crude oil and that has not been used or
 contaminated with impurities.

(2) Other definitions appearing in the Public Contracting Code and the sections in which theyappear are:

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28	[(a)	"Administering contracting
29		agency"ORS 279A.200
30	<i>(b)</i>	"Affirmative action"ORS 279A.100
31	(c)	"Architect"ORS 279C.100
32	(d)	"Architectural,
33		engineering, photogram-
34		metric mapping,
35		transportation planning
36		or land surveying
37		services"ORS 279C.100
38	(e)	"Bid documents"ORS 279C.400
39	(f)	"Bidder"ORS 279B.415
40	(g)	"Bids"ORS 279C.400
41	(h)	"Brand name"ORS 279B.405
42	(i)	"Brand name or equal
43		specification"ORS 279B.200
44	(j)	"Brand name
45		specification"ORS 279B.200

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1(k)"Class special2procurement"ORS3(L)"Consultant"ORS4(m)"Contract-specific5special procurement"ORS6(n)"Cooperative	S 279C.115
 4 (m) "Contract-specific 5 special procurement"ORS 6 (n) "Cooperative 	
5 special procurement"ORS 6 (n) "Cooperative	
6 (n) "Cooperative	
6 (n) "Cooperative	S 279B.085
*	
7 procurement"ORS	5 279A.200
8 (o) "Cooperative procurement	
9 group"ORS	5 279A.200
10 (p) "Donee"ORS	S 279A.250
11 (q) "Engineer"ORS	S 279C.100
12 (r) "Findings"ORS	S 279C.330
13 (s) "Fire protection	
14 equipment"ORS	5 279A.190
15 (t) "Fringe benefits"ORS	S 279C.800
16 (u) "Funds of a public	
17 <i>agency</i> "ORS	S 279C.810
18 (v) "Good cause"ORS	S 279C.585
19 (w) "Good faith dispute"ORS	S 279C.580
20 (x) "Goods"ORS	S 279B.115
21 (y) <i>"Housing"</i> ORS	S 279C.800
22 (z) "Interstate cooperative	
23 procurement"ORS	5 279A.200
24 (aa) "Invitation to bid"ORS	S 279B.005
25and	d 279C.400
26 (bb) "Joint cooperative	
27 procurement"ORS	5 279A.200
28 (cc) "Labor dispute"ORS	5 279C.650
29 (dd) "Land surveyor"ORS	5 279C.100
30 (ee) "Legally flawed"ORS	S 279B.405
31 (ff) "Locality"ORS	5 279C.800
32 (gg) "Nonprofit	
33 organization"ORS	S 279C.810
34 (hh) "Nonresident bidder"ORS	5 279A.120
35 (ii) "Not-for-profit	
36 organization"ORS	5 279A.250
37 (jj) "Original contract"ORS	5 279A.200
38 (kk) "Permissive cooperative	
39 procurement"ORS	5 279A.200
40 (LL) "Person"ORS	S 279C.500
41and	ł 279C.815
42 (mm) "Personal services"ORS	S 279C.100
43 (nn) "Photogrammetric	
44 mapping"ORS	S 279C.100
45 (oo) "Photogrammetrist"ORS	S 279C.100

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1	(nn)	"Drougiling rate of
1 2	(pp)	"Prevailing rate of wage"ORS 279C.800
2	(aa)	"Procurement
4	(qq)	description"ORS 279B.005
4 5	(rr)	"Property"ORS 279A.250
6	(<i>ss</i>)	"Public agency"ORS 279C.800
7	(33) (tt)	"Public contract"ORS 279C.800
8	(11) (uu)	"Public works"ORS 279C.800
9	(uu) (vv)	"Purchasing contracting
3 10	(00)	agency"ORS 279A.200
10	(ww)	"Regularly organized fire
12	(uu)	department"ORS 279A.190
13	(xx)	"Related services"ORS 279C.100
10	(yy)	"Request for
15	(55)	proposals"ORS 279B.005
16	(zz)	"Resident bidder"ORS 279A.120
17	(aaa)	"Responsible bidder"ORS 279A.105
18	()	and 279B.005
19	(bbb)	"Responsible
20	()	proposer"ORS 279B.005
21	(ccc)	"Responsive bid"ORS 279B.005
22	(ddd)	"Responsive
23		proposal"ORS 279B.005
24	(eee)	"Retainage"ORS 279C.550
25	(fff)	"Special
26		procurement"ORS 279B.085
27	(ggg)	"Specification"ORS 279B.200
28	(hhh)	"State agency"ORS 279A.250
29	(iii)	"Substantial
30		completion"ORS 279C.465
31	(jjj)	"Surplus property"ORS 279A.250
32	(kkk)	"Transportation
33		planning services"ORS 279C.100
34	(LLL)	"Unnecessarily
35		restrictive"ORS 279B.405]
36 _		
37		
38	(a)	"Administering
39		agency"Section 2 of
40		this 2025 Act
41	(b)	"Affirmative action" ORS 279A.100
42	(c)	"Architect"ORS 279C.100
43	(d)	"Architectural,
44		engineering, photogram-
45		metric mapping,

1		transportation planning
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7	(b)	"Brand name"ORS 279B.405
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10	(j)	"Brand name
11	U,	specification"ORS 279B.200
12	(k)	"Class special
13		procurement"ORS 279B.085
14	(L)	- "Consultant"ORS 279C.115
15	(m)	"Contract-specific
16		special procurement"ORS 279B.085
17	(n)	"Cooperative
18		procurement"Section 2 of
19		this 2025 Act
20	(o)	"Donee"ORS 279A.250
21	(p)	"Engineer"ORS 279C.100
22	(q)	"Findings"ORS 279C.330
23	(r)	"Fire protection
24		equipment"ORS 279A.190
25	(s)	"Fringe benefits"ORS 279C.800
26	(t)	"Funds of a public
27		agency"ORS 279C.810
28	(u)	"Good cause"ORS 279C.585
29	(v)	"Good faith dispute"ORS 279C.580
30	(w)	"Goods"ORS 279B.115
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32	(y)	"Invitation to bid"ORS 279B.005
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36	(bb)	"Legally flawed"ORS 279B.405
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38	(dd)	"Nonprofit
39		organization"ORS 279C.810
40	(ee)	"Nonresident bidder"ORS 279A.120
41	(ff)	"Not-for-profit
42		organization"ORS 279A.250
43	(gg)	"Original contract"Section 2 of
44		this 2025 Act
45	(hh)	"Participating

		agency"Section 2 of
	1	
	2	this 2025 Act
	3 (ii)	"Person"ORS 279C.500
	4	and 279C.815
	5 (jj)	"Personal services" ORS 279C.100
	6 (kk)	"Photogrammetric
,	7	mapping"ORS 279C.100
8	3 (LL)	"Photogrammetrist"ORS 279C.100
ę	9 (mm)	"Prevailing rate of
10		wage"ORS 279C.800
11	(nn)	"Procurement
12	2	description"ORS 279B.005
13	3 (00)	"Property"ORS 279A.250
14	4 (pp)	"Public agency"ORS 279C.800
15	5 (qq)	"Public contract"ORS 279A.190
16	6 (rr)	"Public works"ORS 279C.800
17	(ss)	"Regularly organized
18	3	fire department"ORS 279A.190
19) (tt)	"Related services" ORS 279C.100
20) (uu)	"Request for
21	L	proposals"ORS 279B.005
22	2 (vv)	"Resident bidder"ORS 279A.120
23	3 (ww)	"Responsible bidder" ORS 279A.105
24	Ł	and 279B.005
25	5 (xx)	"Responsible
26	3	proposer"ORS 279B.005
27	(yy)	"Responsive bid"ORS 279B.005
28	3 (zz)	"Responsive
29)	proposal"ORS 279B.005
30) (aaa)	"Retainage"ORS 279C.550
31	(bbb)	"Special
32	2	procurement"ORS 279B.085
33	3 (ccc)	"Specification"ORS 279B.200
34	ddd)	"State agency"ORS 279A.250
35	i (eee)	"Substantial
36	3	completion"ORS 279C.465
37	(fff)	"Surplus property"ORS 279A.250
38	3 (ggg)	"Transportation
39)	planning services"ORS 279C.100
40) (hhh)	"Unnecessarily
41	l	restrictive"ORS 279B.405
42	2	
43	}	
44	E SEC	<u>FION 5.</u> ORS 279A.025 is amended to read:
45	5 279A	.025. (1) Except as provided in subsections (2) to (4) of this section, the

45 279A.025. (1) Except as provided in subsections (2) to (4) of this section, the Public Contracting

1	Code applies to all public contracting.
2	(2) The Public Contracting Code does not apply to:
3	(a) Contracts between a contracting agency and:
4	(A) Another contracting agency;
5	(B) The Oregon Health and Science University;
6	(C) A public university listed in ORS 352.002;
7	(D) The Oregon State Bar;
8	(E) A governmental body of another state;
9	(F) The federal government;
10	(G) An American Indian tribe or an agency of an American Indian tribe;
11	(H) A nation, or a governmental body in a nation, other than the United States; or
12	(I) An intergovernmental entity formed between or among:
13	(i) Governmental bodies of this or another state;
14	(ii) The federal government;
15	(iii) An American Indian tribe or an agency of an American Indian tribe;
16	(iv) A nation other than the United States; or
17	(v) A governmental body in a nation other than the United States;
18	(b) Agreements authorized by ORS chapter 190 or by a statute, charter provision, ordinance or
19	other authority for establishing agreements between or among governmental bodies or agencies or
20	tribal governing bodies or agencies;
21	(c) Insurance and service contracts as provided for under ORS 414.115, 414.125, 414.135 and
22	414.145 for purposes of source selection;
23	(d) Grants;
24	(e) Contracts for professional or expert witnesses or consultants to provide services or testimony
25	relating to existing or potential litigation or legal matters in which a public body is or may become
26	interested;
27	(f) Acquisitions or disposals of real property or interest in real property;
28	(g) Sole-source expenditures when rates are set by law or ordinance for purposes of source se-
29	lection;
30	(h) Contracts for the procurement or distribution of textbooks;
31	(i) Procurements by a contracting agency from an Oregon Corrections Enterprises program;
32	(j) The procurement, transportation, sale or distribution of distilled liquor, as defined in ORS
33	471.001, or the appointment of agents under ORS 471.230 or 471.750 by the Oregon Liquor and
34	Cannabis Commission;
35	(k) Contracts entered into under ORS chapter 180 between the Attorney General and private
36	counsel or special legal assistants;
37	(L) Contracts for the sale of timber from lands that the State Board of Forestry, the State
38	Forestry Department, the State Parks and Recreation Commission or the State Parks and Recreation
39	Department owns or manages;
40	(m) Contracts for activities necessary or convenient for the sale of timber under paragraph (L)
41	of this subsection, either separately from or in conjunction with contracts for the sale of timber,
42	including but not limited to activities such as timber harvesting and sorting, transporting, gravel
43	pit development or operation, and road construction, maintenance or improvement;
44	(n) Contracts for forest protection or forest related activities, as described in ORS 477.406, by
45	the State Forester or the State Board of Forestry;

(o) Contracts that the Housing and Community Services Department enters into in exercising 1 2 the department's duties prescribed in ORS chapters 456 and 458, or procurements described in ORS 456.625 (19); 3 (p) Contracts that the State Treasurer enters into in exercising the powers of that office pre-4 scribed in ORS 178.010 to 178.090 and 276A.242 and ORS chapters 286A, 287A, 289, 293, 294 and 295, 5 including but not limited to investment contracts and agreements, banking services, clearing house 6 services and collateralization agreements, bond documents, certificates of participation and other 7 debt repayment agreements, and any associated contracts, agreements and documents, regardless of 8 9 whether the obligations that the contracts, agreements or documents establish are general, special or limited, except that the State Treasurer's public contracting for goods and services is subject to 10 ORS chapter 279B; 11 12(q) Contracts, agreements or other documents entered into, issued or established in connection 13 with: (A) The issuance of obligations, as defined in ORS 286A.100 and 287A.310, of a public body; 14 15 (B) Program loans and similar extensions or advances of funds, aid or assistance that a public body makes to a public or private body for the purpose of carrying out, promoting or sustaining 16 activities or programs authorized by law; or 17 18 (C) The investment of funds by a public body as authorized by law, and other financial transactions of a public body that by their character cannot practically be established under the com-19 petitive contractor selection procedures of ORS 279B.050 to 279B.085; 20(r) Contracts for employee benefit plans as provided in ORS 243.105 (1), 243.125 (4), 243.221, 2122243.275, 243.291, 243.303 and 243.565; 23(s) Contracts for employee benefit plans as provided in ORS 243.860 to 243.886; or (t) Any other public contracting of a public body specifically exempted from the code by another 94 provision of law. 25(3) The Public Contracting Code does not apply to the contracting activities of: 2627(a) The Oregon State Lottery Commission; (b) The legislative department; 2829(c) The judicial department; 30 (d) Semi-independent state agencies listed in ORS 182.454, except as provided in ORS 279.835 to 31 279.855 and 279A.250 to 279A.290; 32(e) Oregon Corrections Enterprises; (f) The Oregon Film and Video Office, except as provided in ORS 279A.100 and 279A.250 to 33 34 279A.290; 35(g) The Travel Information Council, except as provided in ORS 279A.250 to 279A.290; 36 (h) The Oregon 529 Savings Network and the Oregon 529 Savings Board; 37 (i) The Oregon Innovation Council; (j) The Oregon Utility Notification Center; or 38 (k) Any other public body specifically exempted from the code by another provision of law. 39 (4) ORS [279A.200 to 279A.225 and] 279B.050 to 279B.085 and section 2 of this 2025 Act do not 40 apply to contracts made with qualified nonprofit agencies providing employment opportunities for 41 individuals with disabilities under ORS 279.835 to 279.855. 42 SECTION 6. ORS 279A.200, 279A.205, 279A.210, 279A.215, 279A.220 and 279A.225 are re-43 pealed. 44 SECTION 7. Section 2 of this 2025 Act and the amendments to ORS 276.255, 279A.010 and 45

279A.025 by sections 3 to 5 of this 2025 Act apply to procurements that a contracting agency 1 advertises or otherwise solicits or, if the contracting agency does not advertise or solicit the 2 procurement, to public contracts and public improvement contracts into which the con-3 tracting agency enters on or after the operative date specified in section 8 of this 2025 Act. 4 SECTION 8. (1) Section 2 of this 2025 Act, the amendments to ORS 276.255, 279A.010 and $\mathbf{5}$ 279A.025 by sections 3 to 5 of this 2025 Act and the repeal of ORS 279A.200, 279A.205, 6 279A.210, 279A.215, 279A.220 and 279A.225 by section 6 of this 2025 Act become operative 7January 1, 2026. 8 9

(2) The Attorney General, the Director of the Oregon Department of Administrative Services, the Director of Transportation and a contracting agency that adopts rules under 10 ORS 279A.065 or 279A.070 may adopt rules and take any other action before the operative 11 12date specified in subsection (1) of this section that is necessary to enable the Attorney General, the directors or the contracting agency, on and after the operative date specified 13 in subsection (1) of this section, to undertake and exercise the duties, functions and powers 14 15 conferred on the Attorney General, the directors or the contracting agency by section 2 of 16 this 2025 Act, the amendments to ORS 276.255, 279A.010 and 279A.025 by sections 3 to 5 of this 2025 Act and the repeal of ORS 279A.200, 279A.205, 279A.210, 279A.215, 279A.220 and 1718 279A.225 by section 6 of this 2025 Act.

<u>SECTION 9.</u> This 2025 Act takes effect on the 91st day after the date on which the 2025
 regular session of the Eighty-third Legislative Assembly adjourns sine die.

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