
This act summary is provided for the convenience of the public and members of the General Assembly. It is intended to provide a general summary of the act and may not be exhaustive. It has been prepared by the staff of the Office of Legislative Council without input from members of the General Assembly. It is not intended to aid in the interpretation of legislation or to serve as a source of legislative intent.

Act No. 174 (S. 111). Executive Branch; contracts; privatization contracts

An act relating to privatization contracts

This act amends the requirements for a State agency to enter into a privatization contract by requiring that any privatization contract include certain performance measures. This act also provides that an agency may not renew a privatization contract if the contractor fails to comply with the specified performance measures. In addition, the act requires the Auditor of Accounts to audit a privatization contract prior to its initial term of renewal to analyze whether it is meeting the statutorily set cost savings requirements for privatization contracts and achieving the specified performance measures included in the contract. If either of these requirements is not met, the Auditor of Accounts is required to file a report with the agency that is party to the contract and the House and Senate Committees on Government Operations, and the agency is directed to review whether to renew the contract.

Effective Date: May 25, 2018