

OFFICE OF THE DIRECTOR

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December 15, 2016

Senator Bill Sample, Co-Chair Representative David Branscum, Co-Chair Arkansas Legislative Council State Capitol, Room 171 Little Rock, AR 72201

Subject:

Submission of contracts with members of the General Assembly required

Office of State Procurement SP-17-0050 - Term Contract

Pursuant to Ark. Code Ann. §19-11-264, all contracts with a member of the General Assembly, his or her spouse, or with any business in which a member of the General Assembly or his or her spouse is an officer, a director, or a stakeholder owning more than ten percent (10%) of the stock in the business shall be presented to the Legislative Council or to the Joint Budget Committee, if the General Assembly is in session, before the execution date of the contract. The Legislative Council or the Joint Budget Committee is required to provide the State Procurement Director and the Director of the Arkansas Ethics Commission with its review as to the propriety of the contract within thirty (30) days after receipt of the proposed contract. Ark. Code Ann. §19-11-264(b). However, before the contract is submitted to the Legislative Council or Joint Budge Committee, the Department of Finance and Administration (DFA) must review the contract and provide a recommendation. Ark. Code Ann. §19-11-264(c).

In conformity with the requirements of Ark. Code Ann. § 19-11-264(c), DFA has reviewed the bids received for Term Contract SP-17-0050 between the Office of State Procurement and JSJ Ford Inc., DBA Magie Ford Lincoln Co., for 3 of 24 vehicles solicited in the contract (Item Slots 65, 66, and 67). This contract was awarded via the Competitive Bid process. Currently, Representative Stephen K. Magie has a 33% ownership interest in Magie Ford Lincoln Co.

Because this contract was awarded through a Competitive Bid process and Magie Ford Lincoln Co., was the lowest bid received for the specified vehicles, DFA recommends approval.

Sincerely.

Weller