

Department of Transformation and Shared Services

Governor Asa Hutchinson Secretary Amy Fecher Director Edward Armstrong

September 22, 2021

The Honorable Terry Rice, Co-Chairperson The Honorable Jeff Wardlaw, Co-Chairperson Legislative Council State Capitol Building, Room 315 Little Rock, Arkansas 72201

Dear Senator Rice and Representative Wardlaw:

Under Arkansas Procurement Law, all non-exempt contracts for services must be presented for legislative review if they have an annual contract amount that equals or exceeds fifty thousand dollars (\$50,000) in any one (1) contract year or a total projected contract amount of three hundred fifty thousand dollars (\$350,000) over the term of the contract. See Ark. Code Ann. § 19-11-265.

The Department of Transformation and Shared Services (TSS), through its Office of State Procurement (OSP), has reviewed the contracts for services that have been submitted for legislative review this month. None of the contracts submitted appear, on their face, to be unlawful and are, therefore, submitted for review.

Should you have any questions, we will do our best to see that they are answered.

Respectfully,

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Edward R. Armstrong State Procurement Director

cc: Amy Fecher Secretary, TSS

> Ann Purvis Chief of Staff, TSS

## SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW *In-State Contracts*

1.	Agency: Eco	onomic Developmen	t Commission	n <b>Contractor:</b>	BROADBAND DEVELOPM	ENT GROUP LLC
				Location:	LITTLE ROCK	State: AR
Service	e Type: Profe	ssional Consultant S	ervices (PCS	)		
Total A	Authorized:	\$0.00	Org. Term:	10/07/2021 10/08/2022	Procurement: RFP	
Total A	After Review:	\$2,224,915.50	Funding:	Federal - 100% - [Federa	ll ARP Act]	
Total F	Projected:	\$2,224,915.50	MOF:		<b>Contract Number:</b>	4600049657
<u>Org/Am</u>	<u>t: An</u>	<u>10unt Paid To Date</u>	Objective:			<u>New Exp Date</u>
	2,224,9	15.50	BROADBA	ND MASTER PLAN CC	NSULTING SERVICES	



Governor Asa Hutchinson State Capitol Building, Room 250 Little Rock, Arkansas 72201

The Honorable Terry Rice, Co-Chairperson The Honorable Jeff Wardlaw, Co-Chairperson ALC Review Subcommittee State Capitol Building, Room 315 Little Rock, Arkansas 72201

Consulting Services for Statewide Broadband Plan Re: RFP S00000039

Governor Hutchinson, Senator Rice, and Representative Wardlaw:

Executive Order 98-04 addresses contract disclosure requirements in pertinent part as follows:

II. APPROVAL OF CONTRACTS AND GRANTS

Agencies shall be prohibited from entering into or renewing any contract ... with any current or former: member of the general assembly, ... or the spouse or immediate family member of any of the persons described in this sentence, or with any entity in which any such person holds (i) any position of control, or (ii) any ownership interest of 10% or greater.

September 22, 2021

The prohibition provided in the previous sentence shall not apply to:

Contracts, leases, or purchase agreements that are the result of ... a request for proposal, (i) which requires public notice and public opening of bids or proposals; provided, however, agencies shall be required to disclose any such contract, lease, or purchase agreement entered into with any of the persons described in the previous paragraph, notice of which is given to the Governor and the Legislative Council; ...

In accordance with this provision, please be advised that Aaron Bragg, son of Representative Ken Bragg, has been disclosed in regard to the Broadband Development Group, LLC response to the Consulting Services for Statewide Broadband Plan request for proposal. The enclosed Contract and Grant Disclosure and Certification form reflects that Aaron Bragg is a member of the entity's Board of Directors and has an ownership interest of 10%.

Respectfully,

ward R. Armstrong

State Procurement Director

Amy Fecher cc:

> Office of the Secretary 501 Woodlane, Suite 201 \* Little Rock, AR 72201 \* 501.319.6551 TRANSFORM.AR.GOV

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Agency.			L		COUNTRY: USA	<u>AGREEMENT.</u> OSED:		nal Officer, State Board or Commi	hey related to you? blic, Jr., child, etc.]	Relation				Brother			If the General Assembly. Constitut fficer, State Board or Commission	of ownership interest and/or ntrol?	Ownership Position of Interest (%) Control	10% Board of Directors		5% Board of Directors	
CONTRACT AND GRANT DISCLOSURE AND CERTIFICATION FORM Failure to complete all of the following information may result in a delay in obtaining a contract. lease. purchase agreement. or grant award with any Arkansas State Agency.		🛙 Services? 🗌 Both?	:TW		72201	CONTRACT, LEASE, PURCHASE G INFORMATION MUST BE DISCL	I N D I V I D U A L S *	Indicate below if: you, your spouse or the brother, sister, parent, or child of you or your spouse is a current or former: member of the General Assembly. Constitutional Officer. State Board or Commission Member, or State Employee:	What is the person(s) name and how are they related to you? [i.e., Jane Q. Public, spouse, John Q. Public, Jr., child, etc.]	Person's Name(s)				Michael E. McAlister		BUSINESS)*	Indicate below if any of the following persons, current or former. hold any position of control or hold any ownership interest of 10% or greater in the entity: member of the General Assembly. Constitutional Officer, State Board or Commission Member, State Employee, or the spouse, brother, sister, parent, or child of a member of the General Assembly. Constitutional Officer, State Board or Commission Member. State Employee, or the spouse, brother, sister, parent, or child of a member of the General Assembly. Constitutional Officer, State Board or Commission Member, or State Employee. Provent of intercente prices or influence the management of the entity.	What is the person(s) name and what is his/her % of ownership interest and/or what is his/her position of control?	Person's Name(s)	Aaron Bragg		Ryan Holder	
-OSURE se. purchase		X Se	lis		ZIP CODE:	<u>OR RENEWING A</u> . THE FOLLOWIN	ΙΥΙD	a current or f	For How Long?	To MM/Y				08/21		ТҮ (]	any owners it, or child of or influence	For How Long?	То ММ/ҮҮ	08/21		08/21	
r DISCL	LLC	ć	Louis		AR	OR REN	IND	spouse is s	For Hov	From				08/12		LILN	ntrol or hold ister, paren ing policies	For Hov	From MM/YY	01/13		03/20	
CONTRACT AND GRAN	suscontractor NAME: Broadband Development Group, LLC	IS THIS FOR:	FIRST NAME:	01	STATE:		FOR	ister, parent, or child of you or your	Name of Position of Job Held Isenator, representative, name of	board/ commission, data entry, etc.]				Attorney		FOR AN EI	It or former. hold any position of con Employee, or the spouse, brother, s ans the power to direct the purchasi	Name of Position of Job Held	[senator, representative, name of board/commission, data entry. etc.]	Son of Representative		Spouse of ARDOT Commissioner	
C nformation n	SUBCONTRACTOR NAME	158		v Ste 19		NING, E		he brother, s	Mark (v)	int Former							rsons, currei mber, Stale of control me	Mark (v)	nt Former				
ii guivollo	Broad	473017458	McAlister	itol A		OBTA NITH /		ouse or 1		Current				×	plies		owing per ssion Me	-	Current	×		×	
Failure to complete all of the fo		D NAME:		ADDRESS: 124 W Capitol Av Ste 1901	cirr: Little Rock	<u>AS A CONDITION OF OBTAINING, EXTENDING, AM</u> <u>OR GRANT AWARD WITH ANY ARKANSAS STATE</u>		Indicate below it: you, your sp Member, or State Employee:	Position Held		General Assembly	Constitutional Officer	State Board or Commission Member	State Employee	None of the above applies		Indicate below if any of the following persons, current or former, hold any p Officer, State Board or Commission Member, State Employee, or the spour Member, or State Employee. Position of control means the power to direct			General Assembly	Constitutional Officer	State Board or Commission Member	State Employee

None of the above applies

Certification Form	Failure to make any disclosure required by Governor's Executive Order 98-04, or any violation of any rule, regulation, or policy adopted pursuant to that Order, shall be a material breach of the terms of this contract. Any contractor, whether an individual or entity, who fails to make the required disclosure or who violates any rule, regulation, or policy adopted pursuant to disclosure or who violates any rule, regulation, or policy shall be subject to all legal remedies available to the agency.	an additional condition of obtaining, extending, amending, or renewing a contract with a <i>state agency</i> I agree as follows: Prior to entering into any agreement with any subcontractor, prior or subsequent to the contract date, I will require the subcontractor to complete a CONTRACT AND GRANT DISCLOSURE AND CERTIFICATION FORM. Subcontractor shall mean any person or entity with whom I enter an agreement whereby I assign or otherwise delegate to the person or entity, for consideration, all, or any part, of the performance required of me under the terms of my contract with the state agency.	Dr.	Failure to make any disclosure required by Governor's Executive Order 98-04, or any violation of any rule, regulation, or policy adopted pursuant to that Order, shall be a material breach of the terms of this subcontract. The party who fails to make the required disclosure or who violates any rule, regulation, or policy shall be subject to all legal remedies available to the contractor.	No later than ten (10) days after entering into any agreement with a subcontractor, whether prior or subsequent to the contract date, I will mail a copy of the CONTRACT AND GRANT DISCLOSURE AND CERTIFICATION FORM completed by the subcontractor and a statement containing the dollar amount of the subcontract to the state agency.	I certify under penalty of perjury, to the best of my knowledge and belief, all of the above information is true and correct and that I agree to the subcontracted disclosure conditions stated herein.	EO Date 08/20/2021	D Phone No. 5015908206	Contact Contract Phone No. or Grant No.
Contract and Grant Disclosure and Certification Form	Failure to make any disclosure required by Governor's Executive Order 98-04, or any violation of any rule, regulati that Order, shall be a material breach of the terms of this contract. Any contractor, whether an individual or entit disclosure or who violates any rule, regulation, or policy shall be subject to all legal remedies available to the agency.	As an additional condition of obtaining, extending, amending, or renewing a contract with a <i>state agency</i> I agree as follows: 1. Prior to entering into any agreement with any subcontractor, prior or subsequent to the contract date, I will require the subcontract and GRANT DISCLOSURE AND CERTIFICATION FORM. Subcontractor shall mean any person or entity with whom whereby I assign or otherwise delegate to the person or entity, for consideration, all, or any part, of the performance required of my contract with the state agency.	I will include the following language as a part of any agreement with a subcontractor:	Failure to make any disclosure required by Governor's Executive Order 98-04, or any violation of pursuant to that Order, shall be a material breach of the terms of this subcontract. The party who fa violates any rule, regulation, or policy shall be subject to all legal remedies available to the contractor.	ter entering into any agreement with a subcontractor, RANT DISCLOSURE AND CERTIFICATION FORM complete the state agency.	l certify under penalty of perjury, to the best of my knowledge and belief, that I agree to the subcontractor disclosure conditions stated herein.	Title CEO	Louis McAlister CEO	Agency Contact Person
	Failure to make any disclosure re that Order, shall be a material bi disclosure or who violates any ru	As an additional condition of obtaining 1. Prior to entering into any agreement ConTRACT AND GRANT DISCLOSURE whereby I assign or otherwise delegi of my contract with the state agency.	2. I will include the following lan	Failure to make any disc pursuant to that Order, sh violates any rule, regulatio	3. No later than ten (10) days after entering into a copy of the CONTRACT AND GRANT DISCLOSURI amount of the subcontract to the state agency.	I certify under penalty of pe that I agree to the subcontra	Signature C. M. L.	Vendor Contact Person L	Agency use only Agency Agency Number Name