FISCAL IMPACT OF PROPOSED LEGISLATION — Measure: HB 3000 - A

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session
Legislative Fiscal Office

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Measure Description:
Allows contracting agencies to give a preference to procure goods that are fabricated or processed, or services that are performed entirely within Oregon of a price premium of up to 10 percent more than goods that are not fabricated or processed, or services that are not performed entirely within Oregon.

Government Unit(s) Affected:
Department of Administrative Services, Local Governments, Statewide

Summary of Fiscal Impact:
Please see analysis

Local Government Mandate:
This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:
The fiscal impact of the bill is indeterminate. The bill contains permissive language that would allow a contracting agency to give a pricing preference of up to 10% for Oregon producers and service providers that could potentially increase the total cost of procurement for goods and services (other than architecture, engineering and construction, but that cost remains unknown because of indeterminate factors such as:

- The application of the allowance by contracting agencies
- The response rate mix of local verses non-local contractors
- The type of goods and services required