House Bill 2402

Sponsored by Representative WITT (at the request of Oregon State Building and Construction Trades Council) (Presession filed.)

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**.

Prohibits public body from providing public subsidy in amount equal to or greater than \$750,000 for purpose of constructing, reconstructing, renovating, altering, maintaining or repairing, or entering into contract to construct, reconstruct, renovate, alter, maintain or repair, structure on real property unless iron, steel and manufactured goods used in structure are made within United States. Provides that prohibition does not apply if public body or contracting agency finds that amount

or quality of iron, steel or manufactured goods made within United States are insufficient or if applying prohibition would increase cost or contract price by more than 25 percent.

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A BILL FOR AN ACT

2 Relating to public subsidies for structures on real property.

3 Be It Enacted by the People of the State of Oregon:

4 <u>SECTION 1.</u> Section 2 of this 2013 Act is added to and made a part of the Public Con-5 tracting Code.

6 SECTION 2. (1) As used in this section, "public subsidy" means moneys or the equivalent

7 of moneys in the amount of \$750,000 or more that this state, a subdivision of this state or

8 the federal government, or an agency of this state, of a subdivision of this state or of the

9 federal government, provides in the form of:

10 (a) A direct appropriation;

11 (b) A tax credit or abatement;

12 (c) A loan or loan guarantee;

13 (d) A combination of the forms described in paragraph (a), (b) or (c) of this subsection;
 14 or

(e) Any other form by means of which moneys from taxpayers are used or by reason of
which this state, a subdivision of this state or the federal government, or an agency of this
state, of a subdivision of this state or of the federal government, does not charge or collect
moneys for a public purpose that would otherwise be due.

(2) A public body, as defined in ORS 174.109, may not provide a public subsidy to construct, reconstruct, renovate, alter, maintain or repair, or for the purpose of entering into a contract to construct, reconstruct, renovate, alter, maintain or repair, a structure or appurtenances for a structure on real property unless the iron, steel and manufactured goods used in the structure or the appurtenances are produced within the United States.

(3)(a) Subsection (2) of this section does not apply if the public body or a contracting
 agency finds that:

(A) Iron, steel or manufactured goods intended for use in the structure or the
 appurtenances are not produced within the United States in sufficient and reasonably avail able quantities or with satisfactory quality; or

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(B) Applying the provisions of subsection (2) of this section would increase the cost or 1 $\mathbf{2}$ contract price for constructing, reconstructing, renovating, altering, maintaining or repair-3 ing the structure or the appurtenances by more than 25 percent.

(b) If a public body, as defined in ORS 174.109, or a contracting agency makes a finding 4 described in paragraph (a) of this subsection, the public body or contracting agency shall $\mathbf{5}$ publish and make the finding publicly available, together with detailed reasons for the find-6 ing. 7

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SECTION 3. Section 2 of this 2013 Act applies to public subsidies that are provided for:

9 (1) Constructing, reconstructing, renovating, altering, maintaining or repairing a structure or appurtenances for a structure on real property on or after the effective date of this 10 2013 Act. 11

12(2) A contract that a public body, as defined in ORS 174.109, or a contracting agency advertises or otherwise solicits, or if the public body or contracting agency does not advertise 13or solicit the contract, into which the public body or contracting agency enters on or after 14 15the effective date of this 2013 Act for the purpose of constructing, reconstructing, renovat-16ing, altering, maintaining or repairing a structure or appurtenances for a structure on real 17property.

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