2009 Regular Legislative Session FISCAL ANALYSIS OF PROPOSED LEGISLATION Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2763 STATUS: A Engrossed

SUBJECT: Procurements of Agriculture Goods

GOVERNMENT UNIT AFFECTED: Government Contracting Agencies

PREPARED BY: Dawn Farr **REVIEWED BY:** Paul Siebert

DATE: April 6, 2009

2009-2011

EXPENDITURES:

See Comments.

EFFECTIVE DATE: January 1, 2010.

GOVERNOR'S BUDGET: This bill is not anticipated by the Governor's recommended budget.

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.

COMMENTS: The bill allows contracting agencies that procure goods for public use to give preference to agricultural products that are produced and transported entirely within Oregon.

The bill will have an indeterminate impact on state agencies and local government entities. The bill allows agencies that procure agricultural products to pay up to 10 percent additional for agriculture products produced and transported entirely within Oregon. This bill also allows a contracting agency to set a higher percentage by order if the contracting agency, in a written determination to support the order, finds good cause to set the higher percentage. It is not known how many agencies might make this preference or the additional amount they might pay for agricultural products produced in Oregon.