

REVENUE: No revenue impact

FISCAL: Fiscal statement issued

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<b>Action:</b>	Do Pass as Amended and Be Printed Engrossed
<b>Vote:</b>	8 - 0 - 0
<b>Yeas:</b>	Cameron, Clem, Conger, Matthews, Sheehan, Smith J., Holvey, Whisnant
<b>Nays:</b>	0
<b>Exc.:</b>	0
<b>Prepared By:</b>	Jan Nordlund, Administrator
<b>Meeting Dates:</b>	3/8, 4/19, 4/20

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**WHAT THE MEASURE DOES:** Allows contracting agency to pay up to 10 percent more for goods fabricated or processed or services performed entirely within the state, with the exception of specified public improvements and construction contracts. Allows contracting agency to give further preference to bidder or proposer that resides or is headquartered in Oregon if more than one bidder or proposer qualifies for the 10 percent preference. Allows contracting agency to set preference higher than 10 percent if agency finds good cause. Declares emergency, effective on passage.

**ISSUES DISCUSSED:**

- Construction contracts
- Potential reciprocal action by other states
- Maximization of money multipliers by supporting local providers

**EFFECT OF COMMITTEE AMENDMENT:** Replaces original measure.

**BACKGROUND:** In 2009, House Bill 2763 was enacted allowing contracting agencies to give a 10 percent price preference to agricultural products produced and transported entirely within the state. House Bill 3000-A adds goods fabricated or processed in the state and services performed in the state, with specified exceptions.