



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **HB 224** HLS 23RS 130
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 28, 2023	2:30 PM	Author: BOYD
Dept./Agy.: City of New Orleans		
Subject: Contracts and procurement		Analyst: Courtney Stevenson

PROCUREMENT Page 1 of 1
 OR SEE FISC NOTE LF EX
 Provides relative to contracts awarded to socially and economically disadvantaged businesses in the city of New Orleans

Purpose of bill: This bill allows the City of New Orleans and any board, agency, or commission of the City to set aside between 10% and 25% of local procurement contracts for socially and economically disadvantaged businesses, including construction and repairs. The bill further provides for set asides related to primary contractors and mandates that the City establish rules and regulations to implement the bill's requirements.

EXPENDITURES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

REVENUES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

This bill may impact City expenditures, but the impact, if any, is likely to be minimal.

We were unable to obtain fiscal impact information from the City despite making multiple attempts to obtain this information. However, based on information available on the City's website, it appears that the City already has a similar program in place. While we were unable to determine the fiscal impact of this bill due to the lack of information, it is likely that any impact on City expenditures will be minimal considering the permissive nature of the bill and the existence of processes that are likely already in place to administer the requirements of this bill.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Michael G. Battle
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