

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 671** HLS 14RS 1420

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 18, 2014 12:37 PM	Author: ST. GERMAIN
Dept./Agy.:	Analyst: Travis McIlwain
Subject: Procurement fire fighting or rescue equipment	

PUBLIC CONTRACTS

OR SEE FISC NOTE LF EX

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Authorizes the preference for the purchase of Louisiana products in public bid law to apply to purchases of fire fighting or rescue equipment

Current law requires procurement officers and purchasing agents who procure or purchase certain products such as meat, seafood, produce, paper and paper products to procure or purchase LA products that are manufactured, processed, produced or assembled in LA and excludes such preference for fire fighting or rescue equipment. This bill allows procurement preference for LA made fire fighting and rescue equipment.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
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	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
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

Proposed legislation may result in an indeterminable increase in expenditures to political subdivisions. The proposed legislation provides that purchasing officers may procure firefighting and rescue equipment and give such LA produced products preference. Based upon the parameters for Louisiana produced product preferences contained in R.S. 38:2251(B)(1-3), there will be an increase of up to 10% above the lowest out-of-state bidder. In addition, to the extent out-of-state local governmental entities provide for similar in-state preferences within that state, a reverse preference may result for Louisiana service companies bidding on out-of-state work.

REVENUE EXPLANATION

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

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|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux
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