## Fiscal Estimate - 2021 Session

☑ Original ☐ Updated	Corrected Sup	plemental
LRB Number 21-0037/1	Introduction Number AB-0	0461
<b>Description</b> : preference in state and local government contra United States	acts and procurement for materials manufactu	red in the
Fiscal Effect		
AppropriationsRever	ease Existing absorb within agency	
Permissive Mandatory Perm  2. Decrease Costs 4. Decre	!!       N.A	age 🔲 Cities
Fund Sources Affected  GPR FED PRO PRS	Affected Ch. 20 Approp	oriations
Agency/Prepared By	Authorized Signature	Date
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## Fiscal Estimate Narratives DOR 7/27/2021

LRB Number	21-0037/1	Introduction Number	AB-0461	Estimate Type	Original	
Description						
preference in state and local government contracts and procurement for materials manufactured in the						
United States						

## Assumptions Used in Arriving at Fiscal Estimate

Under the bill, with limited exceptions, the state must purchase materials that are manufactured to the greatest extent in the United States, regardless of whether all other factors are substantially equal. The bill also requires, with limited exceptions, that a contract for a public works or public improvement project must contain a provision requiring the contractor to use materials that are manufactured in the United States. The bill creates a similar provision for local government public works and improvement projects.

The bill could increase costs for local government public projects by an indeterminate amount by limiting the substitution of materials that are not manufactured in the United States. The department does not have detailed data on public works material costs.

**Long-Range Fiscal Implications**