

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 7140**

**BILL NUMBER: HB 1975**

**DATE PREPARED: Mar 6, 2001**

**BILL AMENDED: Mar 5, 2001**

**SUBJECT:** Agricultural marketing and production contracts.

**FISCAL ANALYST:** Bernadette Bartlett

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**FUNDS AFFECTED:**      **GENERAL**  
                                 **DEDICATED**  
                                 **FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** (Amended) This bill regulates agricultural marketing and production contracts. The bill requires agricultural marketing and production contracts to: (1) be in writing; (2) be executed in good faith; (3) provide for resolution of complaints through alternative dispute resolution; and (4) provide that Indiana law governs and controls the contract and that venue for any actions concerning the contract must lie in a county in Indiana where at least one party resides. It specifies certain issues that must be addressed in agricultural marketing and production contracts.

**Effective Date:** July 1, 2001.

**Explanation of State Expenditures:** (Revised) The Department of Correction is excluded from the above contract requirements pertaining to processors.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**