

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6489

BILL NUMBER: HB 1172

NOTE PREPARED: Feb 5, 2009

BILL AMENDED: Feb 5, 2009

SUBJECT: Use of Minority and Women's Business Enterprises.

FIRST AUTHOR: Rep. Riecken

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) This bill expands the duties of the Governor's Commission on Minority and Women's Business Enterprises (Commission) to include setting goals for all contracts entered into and grants made: (1) with the use of state funds; (2) with the use of state funds involving the use of real property of a unit of local government; or (3) involving incentives offered using state funds. It requires a unit of local government to report to the Commission on the planned and actual participation of minority and women's business enterprises in a grant or contract that is subject to the goals set by the Commission.

Effective Date: July 1, 2009.

Explanation of State Expenditures: (Revised) This bill requires the Commission on Minority and Women's Business Enterprises to set annual goals regarding all contracts and grants made using state funds, involving the use of real property of a local unit of government, or involving incentives offered using state funds. The Commission should be able to implement these requirements within their existing resources.

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) This bill requires local units of government to report to the Commission regarding the planned and actual participation of minority and women's business enterprises in grants or contracts. This provision could increase administrative expenses for local units of government that are affected by this legislation. Any potential impact is indeterminable because it will depend upon the extent that local units of government report to the Commission as a result of the bill's provisions.

Explanation of Local Revenues:

State Agencies Affected: Commission on Minority and Women's Business Enterprises.

Local Agencies Affected: Local units of government.

Information Sources:

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