

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2022 REGULAR SESSION**

MEASURE

2022 BR NUMBER 967

HOUSE BILL NUMBER 123

TITLE AN ACT relating to relating to public contracts.

SPONSOR Representative Savannah Maddox

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS
 LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED:

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

| FISCAL ESTIMATES | 2021-2022 | 2022-2023 | 2023-2024 | ANNUAL IMPACT AT FULL IMPLEMENTATION |
|-------------------------|------------------|------------------|------------------|---|
| REVENUES | | | | |
| EXPENDITURES | | | | |
| NET EFFECT | | | | |

() indicates a decrease/negative

PURPOSE OF MEASURE: House Bill 123 prohibits any governmental body or political subdivision of the Commonwealth from entering into contracts over \$100,000 with a company that has ten or more employees and discriminates, as defined in the measure, against firearms entities or firearm trade associations.

FISCAL EXPLANATION: The practice of non-economic prohibitions on state purchasing or contracting, otherwise known as preference programs or policies, can restrict competition and result in higher costs to procuring entities. The number of companies that would be prohibited from entering into contracts with the Commonwealth under the measure’s criteria is uncertain; and thus, the corresponding potential decreases in competition and increases in contract costs to the Commonwealth as a result of the prohibition are indeterminable, but likely nominal.

DATA SOURCE(S): LRC staff

PREPARER: Liz Columbia **NOTE NUMBER:** 145 **REVIEW:** JAB **DATE:** petr