

**Department of Planning and Budget
2005 Fiscal Impact Statement**

1. Bill Number HB2326

House of Origin ☐ Introduced ☒ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Athey

3. Committee General Laws

4. Title Department of General Services regulations; Division of Purchases and Supply; sheltered workshops.

5. Summary/Purpose: The substitute bill requires the Department of General Services (DGS), Division of Purchases and Supply to establish conditions under which public bodies shall demonstrate a good faith effort to ensure that goods or services that involve the packaging of bulk supplies or the manual assemblage of goods where individual items weigh less than 50 pounds be offered to nonprofit sheltered workshops or other nonprofit organizations that offer transitional or supported employment services serving the handicapped.

6. Fiscal Impact Estimates are: (See Item 8.)

7. Budget amendment necessary: No.

8. Fiscal implications: This bill could increase both the cost and the time of delivery of goods. The awarded contractors would have to package the un-collated supplies or un-assembled goods in a manner suitable for transport to the sheltered workshop. The agency would then incur the cost of the sheltered workshop unpacking, assembly or collating, and re-packaging the goods for a final shipment. Additionally, DGS would incur some minimal costs adopting the regulations.

9. Specific agency or political subdivisions affected: All state agencies.

10. Technical amendment necessary: No.

11. Other comments: House substitute reviewed.

Date: 01/17/05 / rtb

Document: (DPB F:RTB/FIS/HB2326H1.DOC)

cc: Secretary of Finance
Secretary of Administration