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**LB 869**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2008-09</b>		<b>FY 2009-10</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 869 requires any prospective vendor to disclose in a statement of work where services will be performed under a proposed contract. This provision includes any subcontracts and whether any services under the contract or subcontracts are anticipated to be performed outside the United States of the state of Nebraska. If the services are anticipated to be performed outside the United States or the state of Nebraska, the vendor shall provide in its statement of work a provision setting forth why it is necessary or advantageous to go outside the United States or the state of Nebraska.

The Department of Administrative Services estimates unknown fiscal impact and notes that LB 869's provisions may impact the state bidding process due to technical considerations resulting in higher contract award amounts. DAS notes that most of our software and hardware manufacturers are outside the state of Nebraska and many have call centers outside the United States thus some of our current contracts might not meet the requirements of this bill impacting current budgets.

It is unlikely that such impact will occur since the bill's provisions simply put in place a new reporting requirement. The bill does not require that contracts for services be awarded on a more narrow basis. Rather, the bill simply requires prospective vendors to state why anticipated work to be performed outside the United States or the state of Nebraska is necessary or advantageous.