



Colorado Legislative Council Staff Fiscal Note
NO FISCAL IMPACT

Drafting Number: LLS 09-0030**Date:** January 27, 2009**Prime Sponsor(s):** Rep. Balmer
Sen. Newell**Bill Status:** House SVMA**Fiscal Analyst:** Chris Ward (303-866-5834)

TITLE: CONCERNING CERTIFICATION OF PUBLIC BENEFIT NONPROFIT ENTITIES AS LOCAL PUBLIC PROCUREMENT UNITS.

Summary of Legislation

This bill allows the executive director of the Department of Personnel and Administration to certify certain private nonprofit entities as local public procurement units. Eligibility is limited to nonprofit entities that receive federal, or state, or local governmental funds and that are exempt from federal taxation under section 501 © (3) of the federal internal revenue code. To be certified, the nonprofit entity must use any procured supplies, services, or construction in the furtherance of its stated nonprofit purpose.

The bill takes effect August 4, 2009, assuming the General Assembly adjourns May 6, 2009, as scheduled, and no referendum petition is filed.

Assessment

The bill is assessed at having no fiscal impact. It allows private nonprofit entities that receive government funds to purchase goods at the price negotiated by the State Purchasing Office in the Department of Personnel and Administration. Because these prices are negotiated through cooperative agreements with several other state and local governments, they can sometimes be as much as 40 percent below the retail price.

Departments Contacted

Personnel and Administration