

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 7113**

**BILL NUMBER: HB 1638**

**DATE PREPARED:** Dec 28, 1998

**BILL AMENDED:**

**SUBJECT:** Coal purchase preference.

**FISCAL ANALYST:** Mark Goodpaster

**PHONE NUMBER:** 233-9852

**FUNDS AFFECTED: X GENERAL  
DEDICATED  
FEDERAL**

**IMPACT:** State

**Summary of Legislation:** This bill requires a purchasing agent for a state university to give an absolute preference to coal mined in Indiana or coal mined by a person at least 50% of whose employees are Indiana residents when the purchasing agent buys coal for use as fuel. (Under current law, the purchasing agent is required to give an absolute preference only to coal mined in Indiana.)

**Effective Date:** July 1, 1999.

**Explanation of State Expenditures:** Passage of this bill could expand the potential suppliers of coal -- and possibly reduce purchasing costs for state universities in Indiana -- if there are coal suppliers outside of the state who can meet the criteria where half of their employees are Indiana residents. Purchasing agents from Ball State, Indiana University, Indiana State University, and Purdue University all report that they purchase coal only from suppliers in Indiana in compliance with current law.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Ball State, Indiana University, Indiana State University, and Purdue University.

**Local Agencies Affected:**

**Information Sources:** Ball State, Indiana University, Indiana State University, and Purdue University.