

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

LS 6671
BILL NUMBER: HB 1226

NOTE PREPARED: Jan 14, 2026
BILL AMENDED:

SUBJECT: Public Purchasing from Indiana Businesses.

FIRST AUTHOR: Rep. Lindauer
FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: The bill provides a price preference to a business that is not an Indiana business but offers to provide supplies manufactured, assembled, or produced in Indiana. The bill provides that an Indiana business that offers to provide supplies manufactured, assembled, or produced in Indiana is eligible for an additional price preference for a contract awarded by a state agency. (Under current law, the additional price preference applies only when two or more equal bids are submitted.)

Effective Date: July 1, 2026.

Explanation of State Expenditures: By removing the condition of equal bids from one or more non-Indiana business, and adding Indiana businesses providing supplies originating in Indiana for additional price preference to the probability would increase for an Indiana business to qualify for the additional price preferences within current law on the sale of supplies manufactured, assembled, or produced in Indiana to a state agency. As a result, state expenditures may increase slightly in future state fiscal years.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: All.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chris Baker, 317-232-9851.