

Department of Planning and Budget 2012 Fiscal Impact Statement

1. Bill Number: HB1193

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: Villanueva

3. Committee: General Laws

4. Title: Public procurement; posting by local public bodies of procurement opportunities.

5. Summary: Eliminates the requirement for public bodies to publish notification in a newspaper of general circulation in the area in which the contract is to be performed. Instead, it requires local public bodies to post required procurement notices on the Department of General Services' (DGS) central electronic procurement Web site and makes newspaper publication optional. Currently, only state public bodies are required to post procurement notices on the DGS Web site while localities are encouraged to do so.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Indeterminate. See Item 8.

8. Fiscal Implications: Eliminating the requirement of advertising Request for Proposals in newspapers will result in an indeterminate amount of cost savings for state agencies and local governments. There is no charge to post notifications on the DGS Web site. Based upon a survey sent by the Virginia Association of Governmental Purchasing to local purchasing offices and state data from the Department of General Services central electronic procurement we-site, on the number of RFPs posted, DGS estimates the annual state and local savings, all funds, could be at least \$600,000.

In addition, there is no cost associated to vendors to access the publicly posted notices on the Department of General Services' central electronic website.

9. Specific Agency or Political Subdivisions Affected: All state agencies and institutions and local governments.

10. Technical Amendment Necessary: No

11. Other Comments: None

Date: 1/23/12

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