## Department of Planning and Budget 2015 Fiscal Impact Statement

1.	Bill Number:	HB1628-ER					
	House of Origin		Introduced		Substitute		Engrossed
	Second House		In Committee		Substitute	$\boxtimes$	Enrolled
2.	Patron: A	lbo					

- **3. Committee:** Passed Both Houses
- **4.** Title: Virginia Public Procurement Act; contract modification.
- **5. Summary:** Provides that the contract modification provisions of the Virginia Public Procurement Act do not limit the amount a party to a public contract may claim or recover against a public body in the event of a contract dispute. The bill provides that modifications made by a political subdivision that fail to comply with the above provisions are voidable at the discretion of the governing body, and unauthorized approval of a modification cannot be the basis of a contractual claim under the Virginia Public Procurement Act.

## 6. Budget Amendment Necessary: No

- 7. Fiscal Impact Estimates: Final; fiscal impact is indeterminate. See Item 8.
- 8. Fiscal Implications: The fiscal impact of this bill is indeterminate.

The bill specifies that the Virginia Public Procurement Act does not limit the amount a party to a public contract may claim or recover against a public body in the event of a contract dispute. The Department of the Treasury's Risk Management Division reports a fiscal impact from this provision is unlikely due to the protection provided to the state in the Tort Claims Act and other statute.

**9.** Specific Agency or Political Subdivisions Affected: State agencies and other public bodies without an exception to the Virginia Public Procurement Act

## 10. Technical Amendment Necessary: No

## 11. Other Comments: None

Date: 3/6/2015 Document: H:\GENERAL ASSEMBLY\2015 Session\DGS\HB1628\HB1628ER.doc