

Department of Planning and Budget 2015 Fiscal Impact Statement

1. Bill Number: HB1790

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: Massie

3. Committee: Committee Referral Pending

4. Title: Prohibition on payments without an appropriation; prohibition on IOUs.

5. Summary: Prohibition on payments without an appropriation; prohibition on IOUs. Prohibits a state agency or official from attempting, guaranteeing, or purporting to pay (i) for a good or service or (ii) a debt unless the General Assembly has appropriated funds to pay the same. The prohibition on payment does not apply to payments required by federal law. The bill also prohibits a state agency or official from furnishing an IOU in exchange for any good or service, as a means to pay for any good or service, or in lieu of a payment on a debt.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: No State Fiscal Impact.

8. Fiscal Implications: This bill prohibits state agencies from furnishing IOUs in exchange for goods or services as a means of payment. It also prohibits payments without appropriation. Currently, §4-1.01.a., Chapter 3 establishes appropriations requirements, and portions of the Virginia Public Procurement Act (§ 2.2-4347 through § 2.2-4356) codify prompt payment requirements.

9. Specific Agency or Political Subdivisions Affected: All state agencies

10. Technical Amendment Necessary: No.

11. Other Comments:

Date: 1/21/15

Document: G:\BOS KL\2015 Session\FIS and Las\Introduced\hb1790\HB1790.DOC