

## Department of Planning and Budget 2016 Fiscal Impact Statement

**1. Bill Number:** HB786

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

**2. Patron:** Adams

**3. Committee:** General Laws

**4. Title:** Virginia Public Procurement Act; certain set-aside awards.

**5. Summary:** Provides that any program for the participation of small, women-owned, minority-owned, and service disabled veteran-owned businesses or any enhancement or remedial measures authorized by the Governor that includes the participation of micro-businesses in public procurement shall include a provision that in the event a micro-business fails to be awarded a contract, such contract remains subject to the set-aside award priority for qualified small businesses and businesses owned by women, minorities, and service disabled veterans and certified by the Department of Small Business and Supplier Diversity.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** No state fiscal impact. See Item 8, below.

**8. Fiscal Implications:** No state fiscal impact is expected, as the bill is consistent with current practices. Under current practice, if no certified micro-business is available or the price is not considered fair and reasonable, the procuring state agency will proceed to the next low certified small business and will award to them if the price is considered fair and reasonable.

**9. Specific Agency or Political Subdivisions Affected:** All executive branch agencies that are subject to any enhancement or remedial measures authorized by the Governor pursuant to subsection C of § 2.2-4310, Code of Virginia, and any other public body with a program established pursuant to subsection B of § 2.2-4310, Code of Virginia, that includes the participation of micro-businesses in public procurement.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** None.