

## Department of Planning and Budget 2018 Fiscal Impact Statement

**1. Bill Number:** HB1465

<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:** Peace

**3. Committee:** Commerce and Labor

**4. Title:** Requirement to purchase through the Division of Purchases and Supply; exceptions.

**5. Summary:** Adds the legislative branch, the judicial branch, and the State Corporation Commission as entities exempt from the requirement of making purchases through the Division of Purchases and Supply. The bill also requires that the State Corporation Commission adopt regulations made in accordance with the Virginia Public Procurement Act that specify policies and procedures that are based on competitive principles and that are generally applicable to procurement of goods and services by comparably situated state agencies.

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

**7. Fiscal Impact Estimates:** Fiscal impact is indeterminate. See Item 8.

**8. Fiscal Implications:** The bill exempts the legislative branch, judicial branch, and the State Corporation Commission from the requirement to follow Department of General Services (DGS) Division of Purchases and Supply (DPS) regulations, utilization of mandatory state contracts, purchase from the Blind and Visually Impaired, and use of the DGS statewide electronic procurement system. The DGS statewide electronic procurement system (eVA) is supported with revenue from fees charged to utilizing agencies and vendors. If the entities exempted in the bill choose to make purchases without using eVA, it could impact revenue. Additionally, if the entities choose not to make purchases from state contracts, it could affect the collective purchasing power leveraged in the negotiation of statewide contracts. However, any such impact is indeterminate and would depend on the choices made by such entities.

**9. Specific Agency or Political Subdivisions Affected:** The legislative branch, judicial branch, State Corporation Commission, and Department of General Services

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

**11. Other Comments:** None.

Date: 2/8/2018