

## Department of Planning and Budget

### 2023 Fiscal Impact Statement

**1. Bill Number:** HB1491

<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:** Davis

**3. Committee:** General Laws

**4. Title:** Department of Small Business and Supplier Diversity; definitions; small business.

**5. Summary:** Redefines "small business" for the purposes of programs for the Department of Small Business and Supplier Diversity (DSBSD) and the Virginia Public Procurement Act to mean a business that together with its affiliates has both 250 or fewer employees and average annual gross receipts, less the cost of goods sold by the business, of \$10 million or less averaged over the previous three years. Currently for these programs, a business qualifies as a small business if, together with its affiliates, it has either 250 or fewer employees or average annual gross receipts of \$10 million or less averaged over the previous three years.

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

**7. Fiscal Impact Estimates:** Indeterminate. See item 8.

**8. Fiscal Implications:** This bill is estimated to have a negligible impact on DSBSD. The agency anticipates that the number of businesses that qualify for small business certification may be reduced, resulting in an impact on administrative workload. The magnitude of this impact cannot be quantified. Information from the Department of Accounts and the Department of General Services is not available at this time.

**9. Specific Agency or Political Subdivisions Affected:** Department of Small Business and Supplier Diversity; Department of Accounts; Department of General Services

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

**11. Other Comments:** None.