## **1998 SESSION**

982352860 **SENATE JOINT RESOLUTION NO. 36** Offered January 14, 1998 Requesting the Council on Information Management (or its successor agency or office), the Departments of Accounts, General Services, Motor Vehicles, and Transportation, the State Corporation Commission, and the Commission on Local Government to jointly study methods of electronic contracting and procurement under the Virginia Public Procurement Act (§ 11-35 et seq.). Patrons-Ticer, Howell, Newman and Schrock; Delegates: Almand, Bennett, Diamonstein, May, Plum and Scott Referred to the Committee on Rules WHEREAS, the federal government has set a goal of "paperless" contracts with its suppliers and contractors by the year 2000; and WHEREAS, large national companies such as Wal-Mart are requiring their suppliers and contractors to transact business with them through electronic means, such as the global information system known as the "Internet"; and WHEREAS, estimates indicate that by the year 2000, \$180 billion in electronic transactions will occur worldwide; and WHEREAS, the advent of numerous and significant technological advancements which facilitate electronic contracting and procurement could result in reshaping government's operations, creating efficiencies, reducing transaction costs, and avoiding duplication; and WHEREAS, the Virginia Public Procurement Act (VPPA) (§ 11-35 et seq.) was first enacted by the 1982 Session of the General Assembly; and WHEREAS, the VPPA has been the subject of several studies since its enactment; and WHEREAS, each session, several bills are introduced which attempt to amend the VPPA or some part of Virginia's public procurement process in some way; and

27 28 WHEREAS, despite the studies which have been undertaken and the bills which have been 29 considered, the methods by which the Commonwealth and its political subdivisions procure goods and

30 services have not changed much, even with the advent of numerous and significant technological 31 advancements which could facilitate electronic contracting and procurement; and 32

WHEREAS, such technological advancements and their effects on the VPPA have not been 33 previously studied; now, therefore, be it

34 RESOLVED by the Senate, the House of Delegates concurring, That the Council on Information 35 Management (or its successor agency or office), the Departments of Accounts, General Services, Motor Vehicles, and Transportation, the State Corporation Commission, and the Commission on Local 36 Government be requested to jointly study methods of electronic contracting and procurement under the 37 Virginia Public Procurement Act (§ 11-35 et seq.). At a minimum, the study shall (i) suggest definitions 38 of appropriate terms such as "electronic contracting" and "electronic procurement"; (ii) identify 39 40 technological advancements which facilitate electronic contracting and procurement, including, but not 41 limited to, use of a mandatory procurement card ("P-card") for small purchases, Internet purchasing, 42 electronic catalogue systems, electronic bid systems, and Web site development; (iii) determine legal impediments in the Commonwealth's laws or regulations which restrict or prohibit electronic contracting 43 and procurement; (iv) establish appropriate safeguards which maintain the purposes and protections of 44 the VPPA through electronic contracting and procurement; (v) determine practical and other 45 impediments which restrict or prohibit electronic contracting and procurement by the Commonwealth 46 and its political subdivisions; (vi) identify any costs associated with implementation of electronic 47 contracting and procurement by the Commonwealth and its political subdivisions; and (vii) determine a **48** reasonable timetable for implementation of electronic contracting and procurement by the 49 Commonwealth and its political subdivisions. 50

51 Staff shall be provided to the study by the Council on Information Management (or its successor 52 agency or office). All agencies of the Commonwealth shall provide assistance for the study, upon 53 request.

54 The Council on Information Management (or its successor agency or office) shall report on the status 55 of the study to the Joint Commission on Technology and Science on or before October 15, 1998, and shall complete their work in time to submit their findings and recommendations to the Governor and the 56 1999 Session of the General Assembly as provided in the procedures of the Division of Legislative 57 Automated Systems for the processing of legislative documents. 58

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