

Department of Planning and Budget 2011 Fiscal Impact Statement

1. Bill Number: SB1126

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

2. Patron: Stosch

3. Committee: General Laws

4. Title: Virginia Public Procurement Act; transportation-related construction projects.

5. Summary: The proposed legislation would amend provisions regarding highway and bridge environmental location, design and inspection contracts let by the VDOT Commissioner. Currently, the Code limits a contract term to one year with renewal options for two additional years, with the sum of all projects in one contract term not to exceed \$5 million.

The proposed legislation would increase the contract term to two years, or when the cumulative total project fees reach \$5 million, with a renewal option of an additional two years. The bill directs that the sum of all projects in a one-year term may not exceed \$5 million.

The bill contains an enactment clause directing the VDOT Commissioner to appoint a committee consisting of representatives of the road construction industry to review performance and payment bonding requirements presently in the Code of Virginia. The committee is to make recommendations regarding any changes to the Commissioner by December 1, 2011.

6. Budget Amendment Necessary: None.

7. Fiscal Impact Estimates: Preliminary. See Item 8.

8. Fiscal Implications: The proposed legislation would streamline the contract process for certain contracts awarded by VDOT. Any savings generated by the provisions of the bill would remain in the Transportation Trust Fund and be put towards other transportation priorities.

9. Specific Agency or Political Subdivisions Affected: Department of Transportation

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 2/11/2011 dpb/smc

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