

**Department of Planning and Budget
2012 Fiscal Impact Statement**

1. Bill Number: SB902

House of Origin Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Senator Reeves

3. Committee: Passed Both Houses

4. Title: A bill to amend and reenact § [2.2-4338](#) of the Code of Virginia, relating to the Virginia Public Procurement Act; alternative forms of security.

5. Summary: Currently the Code allows for a certified check or cash to be placed in escrow as a form of security for construction contracts in lieu of a bid, payment, or performance bond. The enrolled bill amends the Code to allow for a “cashier’s check” to be an acceptable form of security to be placed into escrow.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final.

8. Fiscal Implications: None.

9. Specific Agency or Political Subdivisions Affected: All public bodies that procure construction requiring bid, payment, or performance bonds.

10. Technical Amendment Necessary: No.

11. Other Comments: The Office of the Attorney General has reviewed this bill and has no issues with the proposed amendments.

Date: 2/15/2013