

Department of Planning and Budget

2015 Fiscal Impact Statement

1. Bill Number: SB885

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

2. Patron: Petersen

3. Committee: Passed Both Houses.

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

5. Summary: This bill changes the definition of small business to require the business, together with affiliates, to meet the small business size standards established by the regulations of the U.S. Small Business Administration. Currently, a small business is required to have 250 or fewer employees or average annual gross receipts of \$10 million or less averaged over the previous three years. The bill will not become effective unless reenacted by the 2016 Session of the General Assembly. The requires the Secretary of Commerce and Trade to convene a workgroup of interested stakeholders to examine the definition of small business in the Code of Virginia and report its findings and recommendations to the Governor and General Assembly on or before December 1, 2015.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Final.

8. Fiscal Implications: This bill contains an enactment clause specifying that the provisions set forth in the bill will not become effective unless reenacted by the 2016 General Assembly. As such, no fiscal impact is expected to the Department of Small Business and Supplier Diversity at this time.

The bill requires that the Secretary of Commerce and Trade convene a workgroup to examine the definition of small business in the Code of Virginia and report findings and recommendations to the Governor and General Assembly on or before December 1, 2015. It is anticipated that costs associated with the workgroup can be absorbed within current resources.

9. Specific Agency or Political Subdivisions Affected: Department of Small Business and Supplier Diversity; Secretary of Commerce and Trade.

10. Technical Amendment Necessary: No.

11. Other Comments: This bill is the companion to HB1901.