

Department of Planning and Budget

2016 Fiscal Impact Statement

1. Bill Number: HB786-H1

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

2. Patron: Adams

3. Committee: General Laws

4. Title: Virginia Public Procurement Act; certain set-aside awards.

5. Summary: Provides that any program for the participation of small, women-owned, minority-owned, and service disabled veteran-owned businesses or any enhancement or remedial measures authorized by the Governor shall include a provision that in the event that a business fails to be awarded a contract under such program, such contract remains subject to the set-aside award priority for qualified small businesses and businesses owned by women, minorities, and service disabled veterans and certified by the Department of Small Business and Supplier Diversity.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: No state fiscal impact. See Item 8, below.

8. Fiscal Implications: No state fiscal impact is expected, as the bill is consistent with current state practices. Enhancements authorized by the Governor pursuant to subsection C of § 2.2-4310, Code of Virginia, provide set-aside priority to micro-businesses for purchases under \$10,000 when the price quoted is fair and reasonable. Under current practice for purchases subject to the micro-business set-aside, if no certified micro-business is available or the price is not considered fair and reasonable, the procuring state agency will proceed to the next low certified small business and will award to them if the price is considered fair and reasonable.

9. Specific Agency or Political Subdivisions Affected: All executive branch agencies that are subject to any enhancement or remedial measures authorized by the Governor pursuant to subsection C of § 2.2-4310, Code of Virginia, and any other public body with a program established pursuant to subsection B of § 2.2-4310, Code of Virginia.

10. Technical Amendment Necessary: No.

11. Other Comments: None.