

## Department of Planning and Budget 2017 Fiscal Impact Statement

**1. Bill Number:** SB1192

**House of Origin**    ☐ Introduced    ☐ Substitute    ☒ Engrossed  
**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron:** Reeves

**3. Committee:** Passed the Senate.

**4. Title:** Department of Small Business and Supplier Diversity; powers of the Director; out-of-state applicant.

**5. Summary:** This bill requires, as a prerequisite for approval, that any out-of-state business applying with the Department of Small Business and Supplier Diversity for certification in Virginia as a small, women-owned, or minority-owned business possess the equivalent certification in the business's state of origin. The bill exempts an out-of-state business located in a state that does not have a small, women-owned, or minority-owned business certification program.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Preliminary.

**7a. Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2017	n/a	n/a	n/a
2018	\$33,000	0	General Fund
2019	0	0	n/a
2020	0	0	n/a
2021	0	0	n/a
2022	0	0	n/a
2023	0	0	n/a

**7b. Revenue Impact:** None.

**8. Fiscal Implications:** It is anticipated that this bill will have a one-time expenditure impact on the Department of Small Business and Supplier Diversity. The department is currently undergoing the development of its new certification portal. Each required document for applications for certification necessitates a separate upload feature. To verify an out-of-state's equivalent certification, the department will require submittal of such certification. As this feature is not a part of the current scope of the contract, the inclusion of this feature will result in additional costs. According to the department, its current contractor provided an estimate cost of \$33,000 for this feature. It is anticipated that this one-time cost can be absorbed in current resources.

**9. Specific Agency or Political Subdivisions Affected:** Department of Small Business and Supplier Diversity.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** None.