

Department of Planning and Budget

2018 Fiscal Impact Statement

1. Bill Number: HB726

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

2. Patron: Plum

3. Committee: General Laws

4. Title: Virginia Public Procurement Act; small business and microbusiness procurement enhancement program.

5. Summary: This bill codifies the Governor's Executive Order 20 (2014) establishing a statewide small business and microbusiness procurement enhancement program. The bill establishes a statewide goal of 42 percent of small and microbusiness utilization in all discretionary spending by state agencies in procurement orders, prime contracts, and subcontracts. In addition, the bill provides for (i) a set-aside for competition among all small businesses for state agency purchases up to \$100,000 for goods and nonprofessional services and up to \$50,000 for professional services and (ii) a set-aside for competition among microbusinesses for purchases under \$10,000.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary, see item 8.

8. Fiscal Implications: It is anticipated that this bill will not result in additional costs to the Department of Small Business and Supplier Diversity (DSBSD) or state agencies subject to the Virginia Public Procurement Act (VPPA).

9. Specific Agency or Political Subdivisions Affected: Department of Small Business and Supplier Diversity; State agencies that are subject to the Virginia Public Procurement Act, unless the body has received an exemption from the VPPA, such as through the Higher Education Restructuring Act or the Appropriation Act.

10. Technical Amendment Necessary: No.

11. Other Comments: This bill is identical to House Bill 1407, and the companion to Senate Bill 850.