

## Department of Planning and Budget 2018 Fiscal Impact Statement

**1. Bill Number:** SB651-H1

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

**2. Patron:** McPike

**3. Committee:** General Laws and Technology

**4. Title:** Virginia Public Procurement Act; executive branch agency's goals for participation by small businesses; requirements.

**5. Summary:** Expands the requirement under the Virginia Public Procurement Act that any executive branch agency's goals for participation by small businesses include a minimum of three percent participation by service disabled veteran businesses from when such agencies are contracting only for information technology goods and services to when such agencies are contracting for any goods and services.

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

**7. Fiscal Impact Estimates:** Fiscal impact is indeterminate. See Item 8.

**8. Fiscal Implications:** The bill requires all executive branch state agencies, as defined in § 2.2-2006, Code of Virginia, to include a minimum goal of three percent participation by service disabled veteran businesses when contracting for any goods and services. Changes in utilization requirements may impact agency costs due to factors such as the availability of qualified businesses; however, such impacts are currently indeterminate. It is unknown if there are a sufficient number of service disabled veteran businesses to provide goods and services to all state agencies who must meet a minimum goal of three percent participation by these businesses. An insufficient number of such businesses would also impact agencies' ability to achieve the three percent goal.

**9. Specific Agency or Political Subdivisions Affected:** All executive branch state agencies, unless exempted pursuant to the definition in § 2.2-2006, Code of Virginia.

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

**11. Other Comments:** None.

Date: 3/6/2018