

## Department of Planning and Budget 2022 Fiscal Impact Statement

**1. Bill Number:** HB966

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

**2. Patron:** Subramanyam

**3. Committee:** General Laws

**4. Title:** Virginia Public Procurement Act; executive branch agencies' goals for participation.

**5. Summary:** Provides that executive branch agencies shall formulate policies and procedures for a set-aside program, which shall, at a minimum, require that purchases up to certain amounts be set aside for small businesses and micro-businesses, defined in the bill, certified by the Department of Small Business and Supplier Diversity.

**6. Budget Amendment Necessary:** Yes, Item 299, HB30/SB30 as introduced

**7. Fiscal Impact Estimates:** Preliminary. See item 8.

**7a. Expenditure Impact:** Virginia Department of Health

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2023	107,587	1	General fund
2024	107,587	1	General fund
2025	107,587	1	General fund
2026	107,587	1	General fund
2027	107,587	1	General fund
2028	107,587	1	General fund
2029	107,587	1	General fund

**8. Fiscal Implications:** This fiscal impact statement was revised on January 31, 2022, to reflect fiscal impact estimates provided by the Virginia Department of Health (VDH). It is anticipated that any fiscal impact on the Department of Small Business and Supplier Diversity (DSBSD) as a result of this bill can be absorbed within existing resources.

VDH anticipates that a Procurement Officer II will be needed to implement the requirements of this bill. This position will draft and maintain the policy associated with this regulation and will manage the set-aside program for all procurements. Responsibilities will include submitting entering this information into the DSBSD website dashboard and track all SWaM

numbers. Currently, the Office of Purchasing and General Services at VDH does not have a position designated for this type of work, and agency SWaM set asides has been below the 42 percent minimum requirement. The duties of the position will include data entry, policy formation and implementation, work with all offices to ensure they are following the set aside requirements, manage and maintain all data in the DSBSD website dashboard.

Any fiscal impact this bill may have on other state agencies is indeterminate.

**9. Specific Agency or Political Subdivisions Affected:** Department of Small Business and Supplier Diversity; Virginia Department of Health, state agencies

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

**11. Other Comments:** According to VDH, the requested position is also anticipated to assist with any work that may be required as a result of HB816 or HB817.