2023 SESSION

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VIRGINIA ACTS OF ASSEMBLY - CHAPTER

An Act to amend and reenact §§ 2.2-2244, 2.2-2325, and 2.2-2364 of the Code of Virginia, relating to Virginia Economic Development Partnership Authority; Virginia Tourism Authority; Commonwealth of Virginia Innovation Partnership Authority; adoption of procurement policies; exemptions. [H 2113]

Be it enacted by the General Assembly of Virginia:

8 1. That §§ 2.2-2244, 2.2-2325, and 2.2-2364 of the Code of Virginia are amended and reenacted as 9 follows:

Approved

10 § 2.2-2244. Exemption of Authority from personnel and procurement procedures; adoption of 11 procurement policies.

12 A. The provisions of the Virginia Personnel Act (§ 2.2-2900 et seq.) of and the Virginia Public 13 Procurement Act (§ 2.2-4300 et seq.) of this title shall not apply to the Authority in the exercise of any 14 power conferred under this article.

15 B. The governing board of the Authority shall adopt policies for the procurement of goods and 16 services. Such policies shall: 17

1. Seek competition to the maximum practical degree;

18 2. Require competitive negotiation for professional services, which includes the requirements of 19 §§ 2.2-4302.2 and 2.2-4303.1, unless there is only one source practically available and the Authority has complied with the requirements of subsection C; 20

21 3. Prohibit discrimination against a bidder or offeror based on race, religion, color, sex, sexual 22 orientation, gender identity, national origin, age, disability, status as a service disabled veteran, or any 23 other basis prohibited by federal or state law relating to discrimination in employment; and

24 4. Incorporate the prompt payment principles of § 2.2-4350 and the payment clauses of § 2.2-4354. 25 The Authority shall include provisions for the inspection of public records in § 2.2-4342.

26 C. For purchases of (i) goods or nonprofessional services under \$200,000 or (ii) professional 27 services or non-transportation-related construction under \$80,000, the Authority shall not be required to 28 comply with subdivisions B 1 and 2. For purchases of (a) goods or nonprofessional services for 29 \$200,000 or more or (b) professional services or non-transportation-related construction of \$80,000 or 30 more, the Authority shall not be required to comply with subdivisions B 1 and 2 if the Authority 31 determines in writing that such purchase contributes to the public purpose and mission of the Authority 32 as described in § 2.2-2234. The Authority shall state in such writing (1) an explanation of such 33 determination, (2) that which is being purchased, (3) the contractor selected for such purchase, (4) the 34 date of the award of such contract, and (5) the relationship of such purchase to the public purpose and 35 mission of the Authority. Such notice shall be posted on the Department of General Services' central 36 electronic procurement website or the Authority's website on the day the Authority awards or announces 37 its decision to award such contract, whichever occurs first. The Authority shall incorporate the 38 procedures effectuating the provisions of this subsection in the policies required by subsection B.

39 D. In case of emergency, the Authority shall not be required to comply with subdivisions B 1 and 2 40 if the Authority determines in writing that an emergency exists and makes the purchase needed with 41 such competition as is practicable under the circumstances. The Authority shall state in such writing (i) 42 that the contract is being awarded on an emergency basis, (ii) that which is being purchased, (iii) the 43 contractor selected, (iv) the date of the award of such contract, and (v) the relationship between the 44 selection of such contract to the circumstances constituting an emergency. Such notice shall be posted 45 on the Department of General Services' central electronic procurement website or the Authority's website on the day the Authority awards or announces its decision to award such contract, whichever 46 47 occurs first. The Authority shall incorporate the procedures effectuating the provisions of this subsection **48** in the policies required by subsection B.

E. Upon a determination in writing that there is only one source practicably available for that which 49 50 is to be procured, a contract may be negotiated and awarded to that source without competitive negotiation. The writing shall document the basis for this determination. The Authority shall issue a 51 written notice stating that only one source was determined to be practicably available and identifying 52 53 that which is being procured, the contractor selected, and the date on which the contract was or will be 54 awarded. This notice shall be posted on the Department of General Services' central electronic 55 procurement website or the Authority's website and may be published in a newspaper of general 56 circulation on the day the public body awards or announces its decision to award the contract,

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57 whichever occurs first.

58 F. The Authority shall submit the policies established in accordance with subsection B to the Governor, the Department of General Services, and the Chairs of the Senate Committee on General 59 60 Laws and Technology and the House Committee on General Laws every five years by November 1,

61 beginning November 1, 2024.

62 § 2.2-2325. Exemptions from personnel and procurement procedures; adoption of procurement 63 policies.

64 A. The provisions of the Virginia Public Procurement Act (§ 2.2-4300 et seq.) and the Virginia 65 Personnel Act (§ 2.2-2900 et seq.) shall not apply to the Authority.

66 B. The governing board of the Authority shall adopt policies for the procurement of goods and 67 services. Such policies shall: 68

1. Seek competition to the maximum practical degree;

2. Require competitive negotiation for professional services, which includes the requirements of 69 70 §§ 2.2-4302.2 and 2.2-4303.1, unless there is only one source practically available and the Authority 71 has complied with the requirements of subsection C;

72 3. Prohibit discrimination against a bidder or offeror based on race, religion, color, sex, sexual 73 orientation, gender identity, national origin, age, disability, status as a service disabled veteran, or any 74 other basis prohibited by federal or state law relating to discrimination in employment; and

75 4. Incorporate the prompt payment principles of § 2.2-4350 and the payment clauses of § 2.2-4354. 76 The Authority shall include provisions for the inspection of public records in § 2.2-4342.

77 C. For purchases of (i) goods or nonprofessional services under \$200,000 or (ii) professional services or non-transportation-related construction under \$80,000, the Authority shall not be required to 78 79 comply with subdivisions B 1 and 2. For purchases of (i) goods or nonprofessional services for 80 \$200,000 or more or (ii) professional services or non-transportation-related construction of \$80,000 or more, the Authority shall not be required to comply with subdivisions B 1 and 2 if the Authority 81 82 determines in writing that such purchase contributes to the public purpose and mission of the Authority as described in § 2.2-2315. The Authority shall state in such writing (a) an explanation of such 83 84 determination, (b) that which is being purchased, (c) the contractor selected for such purchase, (d) the 85 date of the award of such contract, and (e) the relationship of such purchase to the public purpose and mission of the Authority. Such notice shall be posted on the Department of General Services' central 86 electronic procurement website or the Authority's website on the day the Authority awards or announces 87 88 its decision to award such contract, whichever occurs first. The Authority shall incorporate the 89 procedures effectuating the provisions of this subsection in the policies required by subsection B.

90 D. In case of emergency, the Authority shall not be required to comply with subdivisions B 1 and 2 91 if the Authority determines in writing that an emergency exists and makes the purchase needed with 92 such competition as is practicable under the circumstances. The Authority shall state in such writing (i) 93 that the contract is being awarded on an emergency basis, (ii) that which is being purchased, (iii) the contractor selected, (iv) the date of the award of such contract, (v) and the relationship between the 94 95 selection of such contract to the circumstances constituting an emergency. Such notice shall be posted on the Department of General Services' central electronic procurement website or the Authority's 96 97 website on the day the Authority awards or announces its decision to award such contract, whichever 98 occurs first. The Authority shall incorporate the procedures effectuating the provisions of this subsection 99 in the policies required by subsection B.

100 E. Upon a determination in writing that there is only one source practicably available for that which 101 is to be procured, a contract may be negotiated and awarded to that source without competitive 102 negotiation. The writing shall document the basis for this determination. The Authority shall issue a written notice stating that only one source was determined to be practicably available and identifying 103 104 that which is being procured, the contractor selected, and the date on which the contract was or will be 105 awarded. This notice shall be posted on the Department of General Services' central electronic 106 procurement website or the Authority's website and may be published in a newspaper of general 107 circulation on the day the public body awards or announces its decision to award the contract, 108 whichever occurs first.

109 F. The Authority shall submit the policies established in accordance with subsection B to the 110 Governor, the Department of General Services, and the Chairs of the Senate Committee on General 111 Laws and Technology and the House Committee on General Laws every five years by November 1, 112 beginning November 1, 2024.

113 § 2.2-2364. Exemption of Authority from personnel and procurement procedures; adoption of 114 procurement policies.

A. The provisions of the Virginia Personnel Act (§ 2.2-2900 et seq.) and the Virginia Public 115 Procurement Act (§ 2.2-4300 et seq.) shall not apply to the Authority in the exercise of any power 116 conferred under this article. 117

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118 *B.* The governing board of the Authority shall adopt policies for the procurement of goods and services. Such policies shall:

120 1. Seek competition to the maximum practical degree;

121 2. Require competitive negotiation for professional services, which includes the requirements of
122 §§ 2.2-4302.2 and 2.2-4303.1, unless there is only one source practically available and the Authority
123 has complied with the requirements of subsection C;

124 3. Prohibit discrimination against a bidder or offeror based on race, religion, color, sex, sexual
125 orientation, gender identity, national origin, age, disability, status as a service disabled veteran, or any
126 other basis prohibited by federal or state law relating to discrimination in employment; and

127 4. Incorporate the prompt payment principles of § 2.2-4350 and the payment clauses of § 2.2-4354.
128 The Authority shall include provisions for the inspection of public records in § 2.2-4342.

129 C. For purchases of (i) goods or nonprofessional services under \$200,000 or (ii) professional 130 services or non-transportation-related construction under \$80,000, the Authority shall not be required to 131 comply with subdivisions B 1 and 2. For purchases of (a) goods or nonprofessional services for 132 \$200,000 or more or (b) professional services or non-transportation-related construction of \$80,000 or 133 more, the Authority shall not be required to comply with subdivisions B 1 and 2 if the Authority 134 determines in writing that such purchase contributes to the public purpose and mission of the Authority 135 as described in § 2.2-2351. The Authority shall state in such writing (1) an explanation of such 136 determination, (2) that which is being purchased, (3) the contractor selected for such purchase, (4) the 137 date of the award of such contract, and (5) the relationship of such purchase to the public purpose and 138 mission of the Authority. Such notice shall be posted on the Department of General Services' central 139 electronic procurement website or the Authority's website on the day the Authority awards or announces **140** its decision to award such contract, whichever occurs first. The Authority shall incorporate the 141 procedures effectuating the provisions of this subsection in the policies required by subsection B.

142 D. In case of emergency, the Authority shall not be required to comply with subdivisions B 1 and 2 143 if the Authority determines in writing that an emergency exists and makes the purchase needed with 144 such competition as is practicable under the circumstances. The Authority shall state in such writing (i)145 that the contract is being awarded on an emergency basis, (ii) that which is being purchased, (iii) the 146 contractor selected, (iv) the date of the award of such contract, and (v) the relationship between the 147 selection of such contract to the circumstances constituting an emergency. Such notice shall be posted 148 on the Department of General Services' central electronic procurement website or the Authority's 149 website on the day the Authority awards or announces its decision to award such contract, whichever 150 occurs first. The Authority shall incorporate the procedures effectuating the provisions of this subsection 151 in the policies required by subsection B.

152 E. Upon a determination in writing that there is only one source practicably available for that which 153 is to be procured, a contract may be negotiated and awarded to that source without competitive 154 negotiation. The writing shall document the basis for this determination. The Authority shall issue a 155 written notice stating that only one source was determined to be practicably available and identifying 156 that which is being procured, the contractor selected, and the date on which the contract was or will be 157 awarded. This notice shall be posted on the Department of General Services' central electronic 158 procurement website or the Authority's website and may be published in a newspaper of general 159 circulation on the day the public body awards or announces its decision to award the contract, 160 whichever occurs first.

161 F. The Authority shall submit the policies established in accordance with subsection B to the
162 Governor, the Department of General Services, and the Chairs of the Senate Committee on General
163 Laws and Technology and the House Committee on General Laws every five years by November 1,
164 beginning November 1, 2024.