

Department of Planning and Budget 2023 Fiscal Impact Statement

1. Bill Number: HB1898-H1

House of Origin ☐ Introduced ☒ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: McGuire

3. Committee: General Laws

4. Title: Virginia Public Procurement Act; public institutions of higher education; prohibition on boycotting.

5. Summary: Prohibits public bodies from entering into a contract in excess of \$100,000 with any contractor having more than an average of 10 employees for the previous 12 months that boycotts Israel. The bill requires any such contractor seeking to contract with a public body under the provisions of the Virginia Public Procurement Act to certify in writing that it will not, during the performance of the contract, boycott Israel.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: None

8. Fiscal Implications:

This bill is not expected to have a significant fiscal impact.

9. Specific Agency or Political Subdivisions Affected: The provisions of the bill that amend the Virginia Public Procurement Act (VPPA) apply to all public bodies subject to the VPPA. Additionally, the bill makes local governments that have otherwise exempted themselves from the VPPA as authorized by subdivisions A 9, 10, and 11 of Va. Code § 2.2-4343 subject to the provisions of Va. Code § 2.2-4311.3 (created by the bill). The bill makes institutions of higher education operating under Management Agreements (Level III institutions) subject to the provisions of Va. Code §§ 2.2-4311.3 and 23.1-1304.2 (both created by the bill). The bill makes institutions of higher education operating under Memoranda of Understanding in the operational areas of procurement (Level II institutions) subject to the provisions of Va. Code § 23.1-1304.2 (created by the bill). The bill also affects DGS.

10. Technical Amendment Necessary: No

11. Other Comments: None