1998 SESSION

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SENATE JOINT RESOLUTION NO. 36

Senate Amendments in [] — February 17, 1998

Requesting the Council on Information Management (or its successor agency or office) [- the Departments of Accounts, General Services, Motor Vehicles, and Transportation, the State Corporation Commission, and the Commission on Local Government and certain other agencies and organizations] to jointly study methods of electronic contracting and procurement under the Virginia Public Procurement Act (§ 11-35 et seq.).

9 Patrons-Ticer, Howell, Newman and Schrock; Delegates: Almand, Bennett, Diamonstein, May, Plum 10 and Scott

Referred to the Committee on Rules

WHEREAS, the federal government has set a goal of "paperless" contracts with its suppliers and contractors by the year 2000; and

WHEREAS, large national companies such as Wal-Mart are requiring their suppliers and contractors 16 17 to transact business with them through electronic means, such as the global information system known 18 as the "Internet": and

WHEREAS, estimates indicate that by the year 2000, \$180 billion in electronic transactions will 19 20 occur worldwide; and

WHEREAS, the advent of numerous and significant technological advancements which facilitate 21 22 electronic contracting and procurement could result in reshaping government's operations, creating 23 efficiencies, reducing transaction costs, and avoiding duplication; and

WHEREAS, the Virginia Public Procurement Act (VPPA) (§ 11-35 et seq.) was first enacted by the 24 25 1982 Session of the General Assembly; and 26

WHEREAS, the VPPA has been the subject of several studies since its enactment; and

27 WHEREAS, each session, several bills are introduced which attempt to amend the VPPA or some 28 part of Virginia's public procurement process in some way; and

WHEREAS, despite the studies which have been undertaken and the bills which have been 29 30 considered, the methods by which the Commonwealth and its political subdivisions procure goods and services have not changed much, even with the advent of numerous and significant technological 31 32 advancements which could facilitate electronic contracting and procurement; and

33 WHEREAS, such technological advancements and their effects on the VPPA have not been 34 previously studied; now, therefore, be it

35 RESOLVED by the Senate, the House of Delegates concurring, That the Council on Information 36 Management (or its successor agency or office), the Departments of Accounts, General Services, Motor 37 Vehicles, and Transportation, the State Corporation Commission, [and the Commission on Local Government the Office of the Attorney General, the University of Virginia, the Virginia Association of 38 39 Counties, and the Virginia Municipal League] be requested to jointly study methods of electronic 40 contracting and procurement under the Virginia Public Procurement Act (§ 11-35 et seq.). At a minimum, the study shall (i) suggest definitions of appropriate terms such as "electronic contracting" and 41 42 "electronic procurement"; (ii) identify technological advancements which facilitate electronic contracting and procurement, including, but not limited to, use of a mandatory procurement card ("P-card") for 43 44 small purchases, Internet purchasing, electronic catalogue systems, electronic bid systems, and Web site development; (iii) determine legal impediments in the Commonwealth's laws or regulations which restrict 45 or prohibit electronic contracting and procurement; (iv) establish appropriate safeguards which maintain 46 the purposes and protections of the VPPA through electronic contracting and procurement; (v) determine 47 practical and other impediments which restrict or prohibit electronic contracting and procurement by the **48** Commonwealth and its political subdivisions; (vi) identify any costs associated with implementation of 49 50 electronic contracting and procurement by the Commonwealth and its political subdivisions; and (vii) 51 determine a reasonable timetable for implementation of electronic contracting and procurement by the Commonwealth and its political subdivisions. 52

53 Staff shall be provided to the study by the Council on Information Management (or its successor 54 agency or office). All agencies of the Commonwealth shall provide assistance for the study, upon 55 request.

56 The Council on Information Management (or its successor agency or office) shall report on the status 57 of the study to the Joint Commission on Technology and Science on or before October 15, 1998, and shall complete their work in time to submit their findings and recommendations to the Governor and the 58 59 1999 Session of the General Assembly as provided in the procedures of the Division of Legislative

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60 Automated Systems for the processing of legislative documents.