

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: HB155

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

2. Patron: March

3. Committee: General Laws

4. Title: Department of Small Business and Supplier Diversity; business permitting program.

5. Summary: Requires the Department of Small Business and Supplier Diversity, in consultation with regulatory agencies, to make a reasonable estimation of the time required of a small business to compile information and submit an application for the comprehensive permit and for each permit not included in the comprehensive permitting program. The bill requires the Department to include in the estimation an aggregated time required estimation for each type of business and to publish the estimations on its website and update its information as necessary based on information from regulatory agencies with regard to policy and regulatory changes affecting permitting.

6. Budget Amendment Necessary: Yes, Item 123, HB30/SB30, as introduced

7. Fiscal Impact Estimates: Preliminary, see item 8.

7a. Expenditure Impact: Department of Small Business and Supplier Diversity (Item 123)

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2023	\$1,200,000	General fund
2024	\$1,175,000	General fund
2025	\$1,175,000	General fund
2026	\$1,175,000	General fund
2027	\$1,175,000	General fund
2028	\$1,175,000	General fund
2029	\$1,175,000	General fund

8. Fiscal Implications: This fiscal impact statement reflects the anticipated fiscal impact to the The Department of Small Business and Supplier Diversity (DSBSD); it does not reflect any potential impact to the regulatory agencies included under the provisions of this bill.

DSBSD anticipates this bill would require a major update to its current Business One Stop portal. DSBSD engaged Advantus Strategies and Virginia State University to conduct a study

and write a report on the Business One Stop portal. The study found that there would be an estimated one-time development cost of \$1.2 million to complete the necessary system buildout. In addition, there would be ongoing costs estimated at \$1.18 million associated with license application renewals and maintenance.

According to DSBSD, the category of “regulatory agencies” in this bill may include the State Corporation Commission (SCC), Department of Professional and Occupational Regulation (DPOR), Department of Agriculture and Consumer Services (VDACS), Department of Motor Vehicles (DMV), Marine Resources Commission (MRC), Department of Wildlife Resources (DWR), Virginia Alcoholic Beverage Control Authority(ABC), and the Board of Accountancy (BOA), among others. At this time, VDACS, SCC, DPOR, MRC, DWR, and ABC have indicated that they anticipate no fiscal impact as a result of this bill. Information is not currently available regarding any potential fiscal impact to DMV and BOA.

- 9. Specific Agency or Political Subdivisions Affected:** DSBSD; any state agency, board, commission, or division that regulates one or more professions, occupations, industries, businesses, or activities.

10. Technical Amendment Necessary: No.

11. Other Comments: None.