

Department of Planning and Budget 2022 Fiscal Impact Statement

1. Bill Number: HB820

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

2. Patron: Torian

3. Committee: Passed both houses

4. Title: Department of Small Business and Supplier Diversity; disparity study.

5. Summary: Requires the Department of Small Business and Supplier Diversity (DSBSD) to conduct a disparity study every five years, next due no later than January 1, 2026. Makes it optional for agencies to submit an annual progress report on procurement diversity. Provides that public bodies and the Governor may rely on recommendations of such studies in establishing programs under § 2.2-4310, Code of Virginia.

6. Budget Amendment Necessary: See item 8.

7. Fiscal Impact Estimates: Final. See item 8.

8. Fiscal Implications: DSBSD anticipates the proposed legislation would result in an expenditure impact of approximately \$1.0 million every five years, starting in FY 2026. The agency completed a comparable study through a contractor in fiscal years 2020 and 2021. At the time, the cost was \$1.02 million, for which general fund appropriation was provided. DSBSD anticipates that the cost will be similar in the future.

9. Specific Agency or Political Subdivisions Affected: Department of Small Business and Supplier Diversity

10. Technical Amendment Necessary: No.

11. Other Comments: None.