Department of Planning and Budget 2025 General Assembly Session State Fiscal Impact Statement

ORIGINAL

Bill Number: HB2482 Patron: Krizek

PUBLISHED: 1/20/2025 10:21 AM

contractors and the price of capital projects.

Bill Title: Virginia Public Procurement Act; competitive sealed bidding; required criteria in invitations

to bid for certain construction projects.

Bill Summary: Excludes transportation-related construction projects from the requirement to include certain criteria used to determine whether a bidder is a responsible bidder in Invitations to Bid. The bill also provides that, for nontransportation-related construction projects in excess of \$250,000, such criteria shall also require at least 12.5 percent of total labor hours of any required construction be performed by individuals registered with and enrolled in approved apprenticeship programs.

Budget Amendment Necessary: No **Items Impacted: Explanation:** The fiscal impact of this legislation is indeterminate.

Fiscal Summary: The fiscal impact of this legislation is indeterminate. This bill may affect the pool of

Fiscal Analysis: The bill impacts nontransportation-related construction projects exceeding \$250,000 by requiring contractors and subcontractors participate in apprenticeship programs. The bill requires contractors and subcontractors to provide reports certifying apprentice labor hours worked and applicable the applicable trade in which the work was performed on the project. This requirement could potentially limit the pool of bidders and increase bid price.

This bill applies to all public bodies subject to the Virginia Public Procurement Act (VPPA). This bill does not apply to higher education institutions operating under Management Agreements and Memoranda of Understanding in the operational area of procurement (currently fourteen Level III and Level II institutions). Additionally, the bill will not apply to local governments that have exempted themselves from the VPPA as authorized by § 2.2-4343 (9, 10, 11).

Other: This bill is nearly identical to SB647S1 from the 2024 legislative session.