

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

PUBLISHED: 1/23/2025 2:08 PM

ORIGINAL

Bill Number: SB962S1 **Patron:** Carroll Foy
Bill Title: Virginia Public Procurement Act; additional public works contract requirements.

Bill Summary: Provides that public bodies shall require the contractor and its subcontractors 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 construction required with respect to such bid 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. The bill may increase costs for all nontransportation-related construction projects exceeding \$250,000 for all public bodies subject to the Virginia Public Procurement Act.

Fiscal Analysis: The fiscal impact of this legislation is indeterminate. The bill impacts certain capital outlay projects by requiring contractors and subcontractors participate in apprenticeship programs. As certain contractors may abstain from participation in apprenticeship programs, the legislation may limit the number of available contractors and lead to an increase in 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).

Other: This bill is nearly identical to HB1273H1 from the 2024 legislative session.