

**Department of Planning and Budget**  
**2026 General Assembly Session**  
**State Fiscal Impact Statement**

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**ORIGINAL**

**Bill Number:** HB1239

**Patron:** Oates

**Bill Title:** Virginia Public Procurement Act; contract formation and administration; methods of procurement; competitive sealed bids or negotiation exemption.

**Bill Summary:** Establishes that any public body that has adopted purchase procedures not requiring competitive sealed bids or competitive negotiation for certain contracts shall, through such procedures, allow for purchases from a supplier of goods and services other than professional services to be procured under such procedures when the aggregate value of the purchases exceeds the thresholds established by law or by the public body, if such supplier provides documentation to the public body certifying it has fewer than 25 employees and annual gross receipts not exceeding \$3 million.

**Budget Amendment Necessary:** No

**Items Impacted:** N/A

**Explanation:** This legislation is not expected to generate a state fiscal impact.

**Fiscal Summary:** The Department of General Services indicates the legislation eliminates the competition sealed bidding and competitive negotiation process when awarding to micro businesses regardless of dollar value. No fiscal impact is expected.

**Fiscal Analysis:** See fiscal summary.

**Other:** None.