

1 HOUSE BILL NO. 1361

2 AMENDMENT IN THE NATURE OF A SUBSTITUTE

3 (Proposed by the House Committee on General Laws

4 on _____)

5 (Patrons Prior to Substitute--Delegates Feggans, Keys-Gamarra [HB 164], Sickles [HB 1154], and

6 Thomas [HB 341])

7 A BILL to amend and reenact § 2.2-4324 of the Code of Virginia, relating to Virginia Public Procurement
8 Act; Virginia resident preference.9 **Be it enacted by the General Assembly of Virginia:**10 **1. That § 2.2-4324 of the Code of Virginia is amended and reenacted as follows:**11 **§ 2.2-4324. Preference for Virginia products with recycled content and for Virginia residents.**12 A. In the case of a tie bid, preference shall first be given to goods produced in Virginia, ~~goods or~~
13 ~~services or construction provided by Virginia persons, firms or corporations;~~ otherwise the tie shall be
14 decided by lot. Preference shall then be given to goods produced in the United States.15 B. If the lowest responsive and responsible bidder in a procurement of goods is not a Virginia
16 resident, the next lowest responsive and responsible bidder who is a resident of Virginia shall be granted
17 the option to match the price of the lowest responsive and responsible bidder who is not a Virginia resident.18 C. Whenever the lowest responsive and responsible bidder is a resident of any other state and such
19 state under its laws allows a resident contractor of that state a percentage preference, a like preference
20 shall be ~~allowed~~ granted to the lowest responsive and responsible bidder who is a resident of Virginia and
21 is the next lowest bidder. ~~If the lowest responsive and responsible bidder is a resident of any other state~~
22 ~~and such state under its laws allows a resident contractor of that state a price matching preference, a like~~
23 ~~preference shall be allowed to responsive and responsible bidders who are residents of Virginia.~~ If the
24 lowest bidder is a resident contractor of a state with an absolute preference, the bid shall not be considered.25 The Department of General Services shall post and maintain an updated list on its website of all states
26 with an absolute preference for their resident contractors and those states that allow their resident

27 contractors a percentage preference, including the respective percentage amounts. For purposes of
28 compliance with this section, all public bodies may rely upon the accuracy of the information posted on
29 this website.

30 ~~C.~~ D. Notwithstanding the provisions of subsections ~~A and B, and C,~~ in the case of a tie bid in
31 instances where goods are being offered, and existing price preferences have already been taken into
32 account, preference shall be given to the bidder whose goods contain the greatest amount of recycled
33 content.

34 ~~D.~~ E. For the purposes of this section, a ~~Virginia person,~~ firm or corporation shall be deemed to be
35 a resident of Virginia if such ~~person,~~ firm or corporation has been organized pursuant to Virginia law or
36 maintains a principal place of business within Virginia.

37 F. To the extent that this section conflicts with federal law or regulations and application of this
38 section to a project or procurement would render a public body ineligible to receive federal funds for such
39 project or procurement, such project or procurement shall be exempt from the provisions of this section.

40 **2. That the provisions of this act shall not become effective unless reenacted by the 2025 Session of**
41 **the General Assembly.**

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