

Department of Planning and Budget 2024 Session Fiscal Impact Statement

1. Bill Number: SB492

House of Origin Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Stanley

3. Committee: General Laws and Technology

4. Title: Virginia Public Procurement Act; procurement of electric vehicles; forced and child labor.

5. Summary: Prohibits public bodies from awarding contracts to acquire an electric vehicle or electric vehicle component from a business unless such business provides a sworn declaration from the manufacturer of such electric vehicle or electric vehicle component certifying that every person involved in the production of such electric vehicle or electric vehicle component and every person involved in the sourcing, manufacturing, or mining of the material used in such electric vehicle or electric vehicle component, did not use forced labor or oppressive child labor, both terms defined in the bill, in the sourcing, manufacturing, or mining of such electric vehicle or electric vehicle component.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Preliminary, indeterminate—see item 8

8. Fiscal Implications: No estimate is currently known of the number of electric vehicle manufacturers that use forced labor or oppressive child labor and contract with public bodies. The bill may impact the pool of bidders. The fiscal impact of this bill is indeterminate.

9. Specific Agency or Political Subdivisions Affected: 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 V. Code §2.2-4343 (9, 10, 11).

10. Technical Amendment Necessary: No

11. Other Comments: None