THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1653 Session of 2015

INTRODUCED BY OBERLANDER, SNYDER, YOUNGBLOOD, READSHAW, KINSEY, DRISCOLL, BISHOP, BIZZARRO, CORBIN, THOMAS, McNEILL, MILLARD, PICKETT, O'BRIEN, NEILSON, BARRAR, KLUNK, MURT, ORTITAY, WATSON, DAVIS, HARHART, DEAN, MAHONEY, NEUMAN, NESBIT, P. DALEY, DIAMOND, COHEN, CALTAGIRONE, FARINA, WARD, KIM, D. COSTA, PHILLIPS-HILL, JAMES, HARHAI, ROZZI, KORTZ, SCHLOSSBERG, GAINEY, ACOSTA, BULLOCK AND MICCARELLI, OCTOBER 21, 2015

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, DECEMBER 13, 2015

AN ACT

- Amending Title 62 (Procurement) of the Pennsylvania Consolidated Statutes, providing for recognized entities DIVERSE AND 2 DISADVANTAGED BUSINESSES. The General Assembly of the Commonwealth of Pennsylvania 4 5 hereby enacts as follows: Section 1. Title 62 of the Pennsylvania Consolidated 6 7 Statutes is amended by adding a chapter to read: 8 CHAPTER 22 RECOGNIZED ENTITIES DIVERSE AND DISADVANTAGED BUSINESSES 9 10 Sec. 11 2201. Definitions. 12 2202. Woman-owned business, minority-owned business or veteran-13 owned business.
- 15 The following words and phrases when used in this chapter

§ 2201. Definitions.

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- 1 shall have the meanings given to them in this section unless the
- 2 context clearly indicates otherwise:
- 3 "DIVERSE AND DISADVANTAGED BUSINESSES." A WOMAN-OWNED <--
- 4 BUSINESS, A MINORITY-OWNED BUSINESS OR A VETERAN-OWNED BUSINESS.
- 5 "Minority-owned business." A for-profit business which is at
- 6 <u>least 51% owned and controlled by one or more individuals who</u>
- 7 <u>are African Americans, Hispanic Americans, Native Americans,</u>
- 8 Asian Americans, Alaskans or Pacific Islanders. The term
- 9 <u>includes a corporation in which at least 51% of the stock is</u>
- 10 owned by one or more individuals who are African Americans,
- 11 <u>Hispanic Americans, Native Americans, Asian Americans, Alaskans</u>
- 12 <u>or Pacific Islanders.</u>
- 13 "Recognized entity." A business that is formally recognized <--
- 14 by the department as being one or more of the following:
- 15 <u>(1) A minority-owned business.</u>
- 16 <u>(2) A woman owned business.</u>
- 17 (3) A veteran-owned business.
- 18 <u>"Veteran."</u> Shall have the meaning given in 51 Pa.C.S. § 9601
- 19 (relating to definitions).
- 20 "Veteran-owned business." Shall have the meaning given to <--

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- 21 "veteran owned small business" in 51 Pa.C.S. § 9601. A FOR-
- 22 PROFIT BUSINESS THAT IS AT LEAST 51% OWNED AND CONTROLLED BY ONE
- 23 OR MORE VETERANS. THE TERM INCLUDES A CORPORATION IN WHICH AT
- 24 LEAST 51% OF THE STOCK IS OWNED BY ONE OR MORE VETERANS.
- 25 "Woman-owned business." A for-profit business which is at
- 26 least 51% owned and controlled by one or more women. The term
- 27 <u>includes a corporation in which at least 51% of the stock is</u>
- 28 owned by one or more women.
- 29 § 2202. Woman-owned business, minority-owned business or
- 30 veteran-owned business.

1	(a) Formal recognition DEPARTMENT VERIFICATION The	<
2	<pre>following shall apply:</pre>	
3	(1) The department shall establish a process by which a	<
4	business in this Commonwealth may become formally recognized	
5	by the department as one or more of the following:	
6	(i) A woman owned business.	
7	(ii) A minority owned business.	
8	(iii) A veteran owned business, as provided for	
9	under 51 Pa.C.S. Ch. 96 (relating to veteran owned small	
10	businesses). TO VERIFY A DIVERSE OR DISADVANTAGED	<
11	BUSINESS AS PENNSYLVANIA HOME STATE-CERTIFIED FOR THE	
12	PURPOSE OF OTHER STATE OR NATIONAL DISADVANTAGED BUSINESS	_
13	PROGRAMS.	
14	(2) The department shall formally recognize VERIFY a	<
15	business that has been formally recognized CERTIFIED as a	<
16	woman owned business, minority owned business or veteran	<
17	<pre>owned DIVERSE OR DISADVANTAGED business by a third-party</pre>	<
18	organization, including, but not limited to, the following:	<
19	(i) The National Minority Supplier Development	
20	<u>Council.</u>	
21	(ii) The United States Department of Transportation,	=
22	Office of Small and Disadvantaged Business Utilization's	
23	Unified Certification Program.	
24	(iii) The Pennsylvania Unified Certification	
25	Program.	
26	(iv) The United States Small Business	
27	Administration's 8(a) Business Development Program.	
28	(v) The United States Department of Veterans	
29	Affairs, Office of Small and Disadvantaged Business	
3 U	Utiligation La Vota First Vorification Program	

1	(vi) The Woman's Business Enterprise National	
2	Council. RECOGNIZED BY THE DEPARTMENT.	<
3	(b) Notice A recognized entity BUSINESS VERIFIED UNDER	<
4	SUBSECTION (A)(2) may request the department to provide notice	
5	of the entity's recognized status BUSINESS STATUS UNDER THIS	<
6	CHAPTER.	
7	(c) ListsThe department shall compile, maintain and make	
8	available source lists of businesses formally recognized	<
9	VERIFIED by the department as a woman owned business, minority	<
10	owned business or veteran owned business, as provided for under	:
11	51 Pa.C.S. Ch. 96, DIVERSE OR DISADVANTAGED BUSINESS for the	<
12	purpose of encouraging procurement from those businesses.	
13	(d) Regulations The department may promulgate regulations	
14	to administer this section.	
15	Section 2. This act shall take effect in 60 120 days.	<