THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1329 Session of 2022

INTRODUCED BY PITTMAN, MARTIN, MENSCH, LAUGHLIN, ROBINSON AND STEFANO, SEPTEMBER 13, 2022

REFERRED TO STATE GOVERNMENT, SEPTEMBER 13, 2022

AN ACT

- 1 Amending Title 62 (Procurement) of the Pennsylvania Consolidated
- 2 Statutes, in small and disadvantaged businesses, further
- providing for policy, for definitions and for regulations.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 2101 of Title 62 of the Pennsylvania
- 7 Consolidated Statutes is amended to read:
- 8 § 2101. Policy.
- 9 The policy of this Commonwealth is to assist Pennsylvania's
- 10 small and disadvantaged businesses in learning how to do
- 11 business with Commonwealth agencies. The department shall
- 12 implement this policy in accordance with regulations promulgated
- 13 by the department.
- 14 Section 2. The definition of "small business" in section
- 15 2102 of Title 62 is amended to read:
- 16 § 2102. Definitions.
- 17 Subject to section 2103 (relating to regulations), the
- 18 following words and phrases when used in this chapter shall have

- 1 the meanings given to them in this section unless the context
- 2 clearly indicates otherwise:
- 3 * * *
- 4 "Small business." A business [in the United States] based in
- 5 this Commonwealth which is independently owned, is not dominant
- 6 in its field of operation [and employs 100 or fewer employees.],
- 7 <u>employs 500 or fewer employees and has a three-year average of</u>
- 8 <u>annual gross revenues of \$38,500,000 or less.</u>
- 9 Section 3. Section 2103 of Title 62 is amended to read:
- 10 § 2103. Regulations.
- 11 <u>(a) Authorization.--</u>The department shall establish policy
- 12 for executive and those independent agencies for which the
- 13 department acts as purchasing agency and may promulgate
- 14 regulations establishing detailed definitions of the words and
- 15 phrases defined in section 2102 (relating to definitions) using,
- 16 in addition to the criteria set forth in section 2102, other
- 17 criteria as it deems appropriate, [including] excluding the
- 18 number of employees and the dollar volume of business. State-
- 19 affiliated entities shall implement the policy for their
- 20 procurement programs.
- 21 (b) Construction.--
- 22 <u>(1) A business chartered or organized outside of the</u>
- 23 United States or in a state or territory other than this
- 24 Commonwealth shall not be considered a small business or
- 25 <u>disadvantaged business for the purposes of this chapter.</u>
- 26 (2) A policy established by the department for executive
- 27 <u>agencies or those independent agencies for which the</u>
- department acts as purchasing agency or a regulation
- 29 promulgated by the department establishing detailed
- definitions of the words and phrases defined in section 2102

- 1 (relating to definitions) shall not enable a business
- 2 <u>described in paragraph (1) to take part in or benefit from</u>
- 3 any program, initiative or effort intended for small
- 4 <u>businesses or disadvantaged businesses of this Commonwealth.</u>
- 5 Section 4. This act shall take effect in 60 days.