## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2141 Session of 2012

## INTRODUCED BY BUXTON, WHEATLEY, READSHAW, BRADFORD, CALTAGIRONE, DALEY, JOSEPHS, MYERS AND YOUNGBLOOD, JANUARY 23, 2012

REFERRED TO COMMITTEE ON STATE GOVERNMENT, JANUARY 23, 2012

## AN ACT

1 2 3 4	Amending Title 62 (Procurement) of the Pennsylvania Consolidated Statutes, in small and disadvantaged businesses, further providing for definitions; and providing for authority to waive employee limit.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. The introductory paragraph and the definitions of
8	"disadvantaged business" in section 2102 of Title 62 of the
9	Pennsylvania Consolidated Statutes are amended and the section
10	is amended by adding definitions to read:
11	§ 2102. Definitions.
12	[Subject] Notwithstanding section 103 (relating to
13	definitions) and subject to section 2103 (relating to
14	regulations), the following words and phrases when used in this
15	chapter shall have the meanings given to them in this section
16	unless the context clearly indicates otherwise:
17	"Disadvantaged business." A small business which is owned or
18	controlled by a majority of persons, not limited to members of
19	minority groups, who <u>:</u>

1	(1) have been deprived of the opportunity to develop and
2	maintain a competitive position in the economy because of
3	social disadvantages[.] <u>; or</u>
4	(2) are veterans, including service-disabled veterans.
5	"Service-disabled veteran." A veteran who possesses either
6	an adjudication letter from the United States Veterans'
7	Administration establishing a service-connected disability
8	rating or a disability determination from the United States
9	<u>Department of Defense.</u>
10	"Veteran." An individual who:
11	(1) Served in the active United States military in any
12	of the four current branches and all previous branches,
13	including a reserve component or the National Guard.
14	(2) Was released or discharged from active military
15	service under conditions other than dishonorable.
16	(3) Possesses a certificate of release or discharge from
17	active duty.
18	Section 2. Title 62 is amended by adding a section to read:
19	<u>§ 2104.1. Authority to waive employee limit.</u>
20	(a) Authority to waiveThe department or a Commonwealth
21	agency may, at its discretion and where it is determined to be
22	in the best interest of this Commonwealth, waive the small
23	business employee limit requirement in order to promote and
24	create economic opportunities for disadvantaged businesses.
25	(b) Inclusion of employee limit in bid documentThe
26	department or a Commonwealth agency shall inform prospective
27	bidders of the decision to waive the small business employee
28	limit for disadvantaged businesses by including notice of the
29	waiver in the invitation for bid, request for proposal or any
30	other bid document that is subject to an employee limit waiver,
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1	prior to its release for bidding purposes by the department or a
2	Commonwealth agency.
3	(c) Subsequent determination to waive noticeIf the
4	department or a Commonwealth agency determines that the small
5	business employee limit should be waived subsequent to the
6	release of an invitation for bid, request for proposal or any
7	other such bid document, the department or Commonwealth agency
8	shall take appropriate action to ensure the inclusion of
9	disadvantaged businesses in bidding requirements and provide
10	prompt notice to all prospective bidders of the determination to
11	waive the small business employee limit.
12	(d) ReportThe department shall include in its annual
13	report to the General Assembly information on its use of the
14	small business employee limit waiver authorized under this
15	section. The report shall include, but may not be limited to,
16	the following information for the preceding calendar year:
17	(1) The number of times the employee limit was waived
18	prior to the release of an invitation for bid, request for
19	proposal or other bid document and the reason for imposing
20	the waiver.
21	(2) The number of times the employee limit was waived
22	following the release of an invitation for bid, request for
23	proposal or other bid document and the reason for the
24	subsequent determination to waive the small business employee
25	<u>limit requirement.</u>
26	(3) The identity and geographic location of the
27	disadvantaged businesses subject to an employee limit waiver.
28	(4) The number of employees of each disadvantaged
29	<u>business subject to an employee limit waiver.</u>
30	(5) The dollar amount of each contract awarded which

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- 1 <u>included a small business employee limit waiver.</u>
- 2 (e) Applicability.--The provisions of this section shall\_
- 3 apply to any eligible "disadvantaged business" as defined under\_
- 4 section 2102 (relating to definitions).
- 5 Section 3. This act shall take effect immediately.