THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1804 Session of 2019

INTRODUCED BY STRUZZI, GILLEN, SCHMITT AND ZIMMERMAN, SEPTEMBER 12, 2019

REFERRED TO COMMITTEE ON STATE GOVERNMENT, SEPTEMBER 12, 2019

AN ACT

Amending Titles 51 (Military Affairs) and 62 (Procurement) of the Pennsylvania Consolidated Statutes, in veteran-owned 2 small businesses, further providing for definitions, for 3 regulations and for duties of Department of General Services; and, in small and disadvantaged businesses, further providing 5 for definitions, for regulations and for duties of 6 7 department. 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 1. Section 9601 introductory paragraph of Title 51 11 of the Pennsylvania Consolidated Statutes is amended to read: 12 § 9601. Definitions. 13 [Subject to section 9602 (relating to regulations), the] The 14 following words and phrases when used in this chapter shall have the meanings given to them in this section unless the context 15 16 clearly indicates otherwise: * * * 17 Section 2. Section 9602 heading, (a) and (b) of Title 51 are 18 19 amended to read:

§ 9602. [Regulations] <u>Statement of policy</u>.

20

- 1 (a) [Promulgation] Policy. -- The Department of General
- 2 Services, in consultation with the department, shall establish
- 3 policy in accordance with this subchapter for executive agencies
- 4 and independent agencies [and may, in consultation with the
- 5 department, promulgate regulations establishing detailed
- 6 definitions of the words and phrases defined in section 9601
- 7 (relating to definitions) using, in addition to the criteria set
- 8 forth in section 9601, other criteria as it deems appropriate,
- 9 including]. The statement of policy shall include criteria for
- 10 determining whether a business qualifies as a veteran-owned
- 11 small business or a service-disabled veteran-owned small
- 12 business under this chapter. The criteria shall include the
- 13 number of employees and the dollar volume of business.
- 14 (b) Implementation. -- State-affiliated entities shall
- 15 implement the policy under subsection (a) for their procurement
- 16 programs.
- 17 * * *
- 18 Section 3. Section 9604 of Title 51 is amended by adding a
- 19 paragraph to read:
- 20 § 9604. Duties of Department of General Services.
- 21 The Department of General Services, with the assistance of
- 22 the department, shall have the following duties:
- 23 * * *
- 24 (9) Establish a process for businesses seeking
- verification as a veteran-owned small business and service-
- 26 <u>disabled veteran-owned small business.</u>
- 27 Section 4. The definition of "small business" and
- 28 introductory paragraph in section 2102 of Title 62 are amended
- 29 to read:
- 30 § 2102. Definitions.

- 1 [Subject to section 2103 (relating to regulations), the] The_
- 2 following words and phrases when used in this chapter shall have
- 3 the meanings given to them in this section unless the context
- 4 clearly indicates otherwise:
- 5 * * *
- 6 "Small business." A business in the United States which is
- 7 independently owned[,] and is not dominant in its field of
- 8 operation [and employs 100 or fewer employees].
- 9 Section 5. Section 2103 of Title 62 is amended to read:
- 10 § 2103. [Regulations] Statement of policy.
- 11 <u>(a) Policy.--</u>The department shall establish <u>a statement of</u>
- 12 policy for executive and those independent agencies for which
- 13 the 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]. The statement of
- 18 policy shall include criteria for determining whether a business
- 19 qualifies as a small business or disadvantaged business under
- 20 this chapter. The criteria shall include the number of employees
- 21 and the dollar volume of business. [State-affiliated entities
- 22 shall implement the policy for their procurement programs.]
- 23 (b) Implementation. -- State-affiliated entities shall
- 24 <u>implement the policy under subsection (a) for their procurement</u>
- 25 programs.
- Section 6. Section 2104 of Title 62 is amended by adding a
- 27 paragraph to read:
- 28 § 2104. Duties of department.
- 29 The department shall have the following duties:
- 30 * * *

- 1 (7) Establish a process for businesses seeking
- 2 <u>certification as a small business or verification as a</u>
- 3 <u>disadvantaged business.</u>
- 4 Section 7. This act shall take effect in 180 days.