House Amendment 1311

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Amend House File 783 as follows: 2 <u>#1.</u> By striking everything after the enacting 1 1 3 clause and inserting the following: <Section 1. Section 314.13, Code 2009, is amended</pre> 1 4 5 to read as follows: 1 314.13 DEFINITIONS. As used in this chapter, unless the context 1 б 1 7 1 8 otherwise requires: 1 9 1. "Agency" means any governmental body which 1 10 exercises jurisdiction over any road as provided by 1 11 law. "Committee" means the integrated roadside 1 12 2 1 13 vegetation management technical advisory committee 14 created in section 314.22. 1 1 15 3. "Coordinator" means the integrated roadside 1 16 vegetation management coordinator. 1 17 4. "Department" means the state department of 1 18 transportation. <u>5.</u> 1 19 <u>"Disadvantaged business enterprise" means a</u> 20 small business which meets both of the following: The business is at least fifty=one percent 1 21 <u>a.</u> 22 owned by one or more socially and economically 23 disadvantaged individuals. b. The management and daily business operations of 1 2.4 25 the business are controlled by one or more of the 26 socially and economically disadvantaged individuals 27 who own the business. 28 5. 6. "Highway" or "street" means the entire 2.8 29 width between property lines of every way or place of 30 whatever nature when any part thereof is open to the 1 31 use of the public, as a matter of right, for purposes 1 1 32 of vehicular traffic. 33 <u>7. "Prequalified" means that a small business has</u> 34 been approved by the department as a small business. 33 1 35 is a recognized contractor engaged in the class of 36 work provided for in the plans and specifications, 37 possesses sufficient resources to complete the work, 38 and is able to furnish a performance bond for one <u>39 hundred percent of the contract.</u> 40 <u>8. "Small business" means any enterprise, which is</u> 41 operated for profit and under a single management, and 40 42 which has either fewer than twenty employees or an 43 annual gross income of less than four million dollars 44 computed as the average of the three preceding fiscal 45 years. This definition does not apply to any program 46 or activity for which a definition for small business 47 is provided for the program or activity by federal law 48 or regulation or other state law. 9. "Socially and economically disadvantaged 1 49 0 individual" means an individual who is a citizen of 1 the United States or who is a lawfully admitted 50 2 permanent resident of the United States and who is a 3 woman, Black American, Hispanic American, Native 4 American, Asian=Pacific American, Asian=Indian 5 American, or any other minority person or individual 6 found to be disadvantaged by the United States small 7 business administration. However, the department may 8 also determine, on a case=by=case basis, that an 9 individual who is not a member of one of the 2 10 enumerated groups is a socially and economically 11 disadvantaged individual. A rebuttable presumption 2 12 exists that individuals in the following groups are 13 socially and economically disadvantaged: 2 14 a. "Asian=Indian Americans", which includes 15 persons whose origins are from India, Pakistan, 16 Bangladesh, Bhutan, the Maldives Islands, Nepal, or 2 <u>Sri Lanka.</u> <u>b.</u> "Asian=Pacific Americans", which includes 2 18 <u>2 19 persons whose origins are from Japan, China, Taiwan,</u> 20 Korea, Burma (Myanmar), Vietnam, Laos, Cambodia, 21 Thailand, Malaysia, Indonesia, the Philippines, 2 2 22 Brunei, Samoa, Guam, the United States trust 23 territories of the Pacific Islands, and the Northern 2 24 Marianas, Macao, Fiji, Tonga, Kirbati, Juvalu, Nauru,

25 Micronesia, or Hong Kong. "Black Americans", which includes persons 2 26 <u>c</u>. having origins in any of the black racial groups of 27 28 Africa. 29 <u>d. "Hispanic Americans", which includes persons of</u> 2 29 30 Mexican, Puerto Rican, Cuban, Central or South 31 American, or other Spanish or Portuguese culture or <u>32 origin, regardless of race.</u> 2 33 e. "Native Americans", which includes persons who 34 are American Indians, Eskimos, Aleuts, or Native 2 35 Hawaiians. 2 36 Sec. 2. NEW SECTION. 314.13A CONTRACT ASSESSMENT 2 37 == SOCIALLY AND ECONOMICALLY DISADVANTAGED 2 38 INDIVIDUALS. 1. The department, prior to awarding a federal or 2 39 2 40 nonfederal highway contract, shall assess the impact 2 41 of the contract on socially and economically 2 42 disadvantaged individuals, including women and persons 2 43 with a disability as defined in section 15.102, in the 2 44 state. 2. The assessment shall include the rottowing a. Any disproportionate or unique impact the 2 45 The assessment shall include the following: 2 46 2 47 contract may have on socially and economically 2 48 disadvantaged individuals in the state. b. A rationale for the contract having an impact 2 49 2 50 on socially and economically disadvantaged individuals 3 1 in the state. 3 2 c. Consultation with representatives of socially 3 3 and economically disadvantaged individuals in cases 3 4 where the contract has an identifiable impact on 3 5 socially and economically disadvantaged individuals in 3 6 the state. 3 7 3. This section shall be carried out to the extent 3 8 consistent with federal law. 4. The assessment shall be used for informational 3 9 10 purposes. 3 Section 314.14, Code 2009, is amended to 3 11 Sec. 3. 3 12 read as follows: 3 13 314.14 CONTRACTS SET ASIDE FOR DISADVANTAGED 14 BUSINESS ENTERPRISES SMALL BUSINESSES. 3 3 15 1. Definitions. As used in this section: "Disadvantaged business enterprise" means a 3 16 a. 3 17 small business concern which meets either of the 2 18 following: 3 19 (1) Is at least fifty=one percent owned by one or 3 20 more socially and economically disadvantaged <u>3 21 individuals.</u> 3 2.2 (2) Whose management and daily business operations 3 23 are controlled by one or more of the socially and 3 24 economically disadvantaged individuals who own it. 3 25 b. "Small business concern" means a business which 26 is independently owned and operated and which is not <u>२</u> 3 27 dominant in its field of operation. 3 28 c. "Socially and economically disadvantaged 3 29 individuals" means those individuals who are citizens 3 30 of the United States or who are lawfully admitted 3 31 permanent residents and who are Black Americans, 3 32 Hispanic Americans, Native Americans, Asian=Pacific 3 33 Americans, Asian=Indian Americans, or any other 3 34 minority or individuals found to be disadvantaged by 3 35 the United States small business administration. 3 36 However, the department may also determine, on a 3 37 case=by=case basis, that an individual who is not a 3 38 member of one of the enumerated groups is socially and 3 39 economically disadvantaged. A rebuttable presumption 3 40 exists that individuals in the following groups are 3 41 socially and economically disadvantaged: (1) "Black Americans" which includes persons 3 42 3 43 having origins in any of the black racial groups of 3 44 Africa. (2) "Hispanic Americans" which includes persons of 3 45 3 46 Mexican, Puerto Rican, Cuban, Central or South 3 47 American, or other Spanish culture or origin, 3 48 regardless of race. 3 4 9 (3) "Native Americans" which includes persons who 3 50 are American Indians, Eskimos, Aleuts, or Native 1 Hawaiians. 4 2 (4) "Asian=Pacific Americans" which includes 4 3 persons whose origins are from Japan, China, Taiwan, 4 Korea, Vietnam, Laos, Cambodia, the Philippines, 5 Samoa, Guam, the United States Trust Territories of

6 the Pacific, and the Northern Marianas. 4 7 (5) "Asian=Indian Americans" which includes 4 8 persons whose origins are from India, Pakistan, and -9 4 Bangladesh. 4 10 d. "Prequalified" means that the disadvantaged 4 11 business enterprise is currently approved by the 12 department as a disadvantaged business enterprise, is 4 13 a recognized contractor engaged in the class of work 4 4 14 provided for in the plans and specifications, 4 15 possesses sufficient resources to complete the work, 4 16 and is able to furnish a performance bond for one 17 hundred percent of the contract. 4 4 18 2. Set=aside. Notwithstanding section 314.1, 19 there may be set aside <u>contracts</u> for bidding by 4 4 20 prequalified disadvantaged business enterprises small <u>4 21 businesses</u> a percentage of the total annual dollar 4 22 amount of public contracts let by the department. The 4 23 annual dollar amount set aside for bidding by 4 24 prequalified disadvantaged business enterprises small <u>4 25 businesses</u> shall not exceed ten percent of the total 4 26 dollar amount of federal aid highway construction 4 27 contracts let by the department and federal aid The 4 28 transit dollars administered by the department. 4 29 director may estimate the set=aside amount at the 4 30 beginning of each fiscal year and a suit shall not be 4 31 brought by any party as a result of this estimate. 32 Set=aside contracts will be awarded to the lowest 4 33 responsible prequalified disadvantaged business 4 4 34 enterprise small business. This section shall not be 4 35 construed as limiting the department's right to refuse 4 36 any or all disadvantaged business enterprise <u>small</u> <u>4 37 business</u> bids. Sec. 4. PARTICIPATIONS GOALS == SMALL BUSINESSES 4 38 4 39 AND DISADVANTAGED BUSINESS ENTERPRISES. 1. The department of transportation, in 4 40 4 41 cooperation with organizations that represent highway 4 42 contractors, shall submit recommendations to the 43 general assembly and the governor by November 1, 2009, 4 4 44 concerning methods to track and assess the 4 45 participation of small businesses and disadvantaged 46 business enterprises in receiving nonfederal highway 47 funding. The recommendations may include methods to 4 4 48 assess the effort on the part of contractors to 4 4 49 achieve participation by small businesses and 4 50 disadvantaged business enterprises and may involve the 1 establishment of participation goals. Following the 5 5 2 consideration and adoption of recommendations by the 5 3 general assembly, the department shall annually review 4 the small business and disadvantaged business 5 5 5 enterprise participation achievements of contractors 5 6 who were awarded contracts for nonfederal aid highway 7 projects with the department. 5 5 2. The department shall work in cooperation with 5 9 organizations that represent highway contractors, 5 10 small businesses, and disadvantaged business 11 enterprises to maintain communication among the 5 5 12 entities to further the dissemination of information 5 13 about contract and training resources that are 14 available from the department.> 5 5 15 ± 2 . Title page, by striking lines 1 through 3 and 16 inserting the following: <An Act relating to small 17 business and disadvantaged business enterprise 5 5 5 18 contracts with the department of transportation.> 5 19 ± 3 . By renumbering as necessary. 5 20 5 21 5 22 23 COMMITTEE ON TRANSPORTATION 5 24 QUIRK of Chickasaw, Chairperson 5 5 25 HF 783.502 83 5 26 ak/nh/12508