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HOUSE BILL No. 6499

November 7, 2002, Introduced by Reps. Bernero, Waters and Spade and referred to the Committee on House Oversight and Operations.

A bill to amend 1988 PA 112, entitled
"The business opportunity act for persons with disabilities,"
by amending the title and section 3 (MCL 450.793), as amended by
1998 PA 73.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 TITLE

An act to provide competitive opportunity in FOR state procurements of goods, services, and construction for businesses owned by persons with disabilities; to provide powers and duties of the governor; to prescribe powers and duties of certain state departments and agencies; and to provide penalties.

Sec. 3. (1) It shall be the goal of each department to EACH DEPARTMENT SHALL award each year not less than 3% of its total expenditures for construction, goods, and services, less

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- 1 expenditures to sole source vendors, to businesses owned by
- 2 persons with disabilities.
- 3 (2) At 5-year intervals from the effective date of this
- 4 act BY MARCH 30 OF 2004 AND EVERY FIFTH YEAR THEREAFTER, the
- 5 department of management and budget shall review the progress of

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- 6 the departments in meeting the 3% goal PERCENTAGE REQUIREMENT IN
- 7 SUBSECTION (1) with input from the business community, including
- 8 businesses owned by persons with disabilities, and shall make
- 9 recommendations to the legislature regarding continuation,
- 10 increases or decreases in the percentage goal REQUIREMENT. The
- 11 recommendations shall be based upon the number of businesses
- 12 which are owned by persons with disabilities and on the continued
- 13 need to encourage and promote businesses owned by persons with
- 14 disabilities.
- (3) It shall be the goal of each department or agency that
- 16 does not meet the goal provided in subsection (1) to award each
- 17 year to businesses owned by persons with disabilities not less
- 18 than 150% of the actual expenditures it awarded to businesses
- 19 owned by persons with disabilities in the preceding year until
- 20 not less than 3% of total expenditures is achieved as provided in
- 21 subsection (1).
- 22 (3) -(4) To assist in reaching the goals set in subsec-
- 23 tions (1) and (3) PERCENTAGE REQUIREMENT IN SUBSECTION (1), the
- 24 governor shall recommend to the legislature changes in programs
- 25 to assist businesses owned by persons with disabilities.
- 26 (4) -(5) To assist in meeting the goals set forth in
- 27 subsections (1) and (3) PERCENTAGE REQUIREMENT IN

- 1 SUBSECTION (1), each department shall include provisions for the
- 2 consideration of subcontracts and joint ventures. The provisions
- 3 shall require a bidder to indicate the extent of participation of
- 4 a business owned by persons with disabilities.
- 5 (5) $\overline{\text{(6)}}$ Only the portion of a prime contract that reflects
- 6 participation of a business owned by persons with disabilities
- 7 shall be considered in meeting the requirements of subsections
- **8** (1) and (3) SUBSECTION (1).
- 9 (6) $\frac{(7)}{(7)}$ Except as otherwise provided by statute, if the
- 10 bidders for any contract for construction, goods, or services do
- 11 not include a qualified business owned by persons with disabili-
- 12 ties, the contract shall be awarded to the lowest bidder quali-
- 13 fied to perform the contract.