

SB/DVBE ADVOCATES MEETING LEGISLATIVE UPDATE

July 6, 2016

AB 2270 (Bonta) California Infrastructure and Economic Development Bank: surety bond program.

Status: 6/28/2016 - From committee: Do pass and re-refer to Com. on APPR. (June 27). Re-referred to Com. on APPR. Location: 6/28/2016 - S . APPR. Calendar: 8/1/2016 10 a.m. - John L. Burton Hearing Room (4203) SENATE APPROPRIATIONS, LARA, Chair. Under the Small Business Financial Assistance Act of 2013, the California Infrastructure and Economic Development Bank, within the Governor's Office of Business and Economic Development, administers specific programs relating to small business, either administered directly by the bank or under contract with small business financial development corporations. The act authorizes bank programs to offer surety bond guarantees. The act prohibits a corporation from guaranteeing any loan unless and until it makes specified determinations, including that there is a low probability that the surety bond would be granted by a financial institution or financial company under reasonable terms or conditions, and the beneficiary has demonstrated a reasonable prospect of successful completion of the project.

AB 2900 (Committee on Jobs, Economic Development, and the E) Small business technical assistance centers.

Status: 6/21/2016 - From committee: Do pass and re-refer to Com. on APPR. with recommendation: To Consent Calendar. (June 20). Re-referred to Com. on APPR. Location: 6/21/2016 - S. APPR. Calendar: 8/1/2016 10 a.m. - John L. Burton Hearing Room (4203) SENATE APPROPRIATIONS, LARA, Chair. This bill, for contracts awarded on or after September 1, 2017, and before December 31, 2021, would require an awarding department, as defined, to report to the Legislature by a specified date following any year that state funds are awarded to a federal small business technical assistance center, as defined. The bill would require a federal small business technical assistance center, as a condition of receiving state funds, to report certain information to the awarding department, including, but not limited to, the total number of businesses assisted.

SB 159 (Nielsen) California Disabled Veteran Business Enterprise Program: goal achievement.

6/24/2015 Status: 6/16/2016 - Read second time. Ordered to third reading. Location: 6/16/2016 - A . THIRD READING. This bill would specify that an awarding department's goal achievement under the California Disabled Veteran Business Enterprise Program, and statewide total of those goals, be measured as specified. The bill would also make a legislative finding that this bill is clarifying and declaratory of existing law.

SB 1176 (Galgiani) Small Business Procurement and Contract Act: business size.

Status: 6/21/2016 - From committee: Do pass and re-refer to Com. on APPR. (June 21). Re-referred to Com. on APPR. Location: 6/21/2016 - A . APPR. This bill would revise the definitions of a small business by increasing the dollar amount threshold for a small business to \$15 million and for microbusiness to \$5 million and would require those dollar amounts to be adjusted to reflect changes in the California Consumer Price Index biennially. The bill would further revise the definition of small business by specifying that, for the purposes of public works contracts, small business means businesses with 200 or fewer employees and average annual gross receipts of \$25 million or less.

SB 1219 (Hancock) Small Business Procurement and Contract Act: employment social enterprises.

6/30/2016 Status: 6/30/2016 - Read second time and amended. Re-referred to Com. on APPR. Location:

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6/30/2016 - A . APPR. This bill would, on and after July 1, 2017, grant an employment social enterprise a preference and status similar to a small business or microbusiness as described above. The bill would define an employment social enterprise as a California-based social purpose corporation, a benefit corporation, or a nonprofit corporation that earns 51% or more of its enterprise revenue from the production or assembly of goods-or the provision of services and that demonstrates evidence in its articles of incorporation or bylaws of its mission to provide employment with on-the-job and life skills training to a direct labor force that is comprised of 80% or more of enterprise participants who face multiple barriers to employment. The bill would define an “enterprise participant who faces significant barriers to employment” to include-an individual that has employment barriers, is or was homeless, or is an out-of-school youth. The bill would require the above-described report by the department to include information relating to the level of participation of employment social enterprises in state contracting. The bill would require specified documents and facts to be certified under penalty of perjury. By expanding the crime of perjury, this bill would impose a state-mandated local program.