2008

1	A bill to be entitled
2	An act relating to service-disabled veteran business
3	enterprises; creating the Florida Service-Disabled Veteran
4	Business Enterprise Opportunity Act; providing legislative
5	intent; providing definitions; providing a selection
6	preference in state contracting for certified service-
7	disabled veteran business enterprises; providing a
8	certification procedure to be established by the
9	Department of Management Services and the Department of
10	Veterans' Affairs and reviewed biennially and updated as
11	necessary; providing requirements for application for,
12	renewal of, and revocation of certification; providing
13	duties of the departments; providing for data reporting by
14	the Florida Small Business Development Center; authorizing
15	the departments to adopt rules; amending s. 288.705, F.S.;
16	requiring the center to report the percentage of service-
17	disabled veteran business enterprises using the statewide
18	contracts register; providing an effective date.
19	
20	Be It Enacted by the Legislature of the State of Florida:
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22	Section 1. Florida Service-Disabled Veteran Business
23	Enterprise Opportunity Act
24	(1) SHORT TITLE This section may be cited as the
25	"Florida Service-Disabled Veteran Business Enterprise
26	Opportunity Act."
27	(2) INTENTIt is the intent of the Legislature to
28	rectify the economic disadvantage of service-disabled veterans,
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29 who are statistically the least likely to be self-employed when 30 compared to the veteran population as a whole and who have made extraordinary sacrifices on behalf of the nation, the state, and 31 the public, by providing opportunities for service-disabled 32 33 veteran business enterprises as set forth in this section. DEFINITIONS. -- For the purpose of this section, the 34 (3) 35 term: 36 (a) "Certified service-disabled veteran business 37 enterprise" means a business that has been certified by the 38 Department of Management Services to be a service-disabled 39 veteran business enterprise as defined in paragraph (c). "Service-disabled veteran" means a veteran who is a 40 (b) 41 permanent Florida resident with a service-connected disability 42 of 10 percent or greater as determined by the United States 43 Department of Veterans Affairs or who has been terminated from 44 military service by reason of disability by the United States Department of Defense. 45 "Service-disabled veteran business enterprise" means 46 (C) 47 an independently owned and operated business that: 48 1. Employs 200 or fewer permanent full-time employees; 49 Together with its affiliates has a net worth of \$5 2. 50 million or less or, if a sole proprietorship, has a net worth of 51 \$5 million or less including both personal and business 52 investments; 3. Is organized to engage in commercial transactions; 53 54 4. Is domiciled in this state; Is at least 51 percent owned by one or more service-55 5. 56 disabled veterans; and

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57	6. The management and daily business operations of which
58	are controlled by one or more service-disabled veterans or, for
59	a service-disabled veteran with a permanent and total
60	disability, by the spouse or permanent caregiver of the veteran.
61	(4) VENDOR PREFERENCE
62	(a) A state agency, when considering two or more bids,
63	proposals, or replies for the procurement of commodities or
64	contractual services, at least one of which is from a certified
65	service-disabled veteran business enterprise, that are equal
66	with respect to all relevant considerations, including price,
67	quality, and service, shall award such procurement or contract
68	to the certified service-disabled veteran business enterprise.
69	(b) Notwithstanding s. 287.057(12), Florida Statutes, if a
70	service-disabled veteran business enterprise entitled to the
71	vendor preference under this section and one or more businesses
72	entitled to this preference or another vendor preference
73	provided by law submit bids, proposals, or replies for
74	procurement of commodities or contractual services that are
75	equal with respect to all relevant considerations, including
76	price, quality, and service, then the state agency shall award
77	the procurement or contract to the business having the smallest
78	net worth.
79	(c) Political subdivisions of the state are encouraged to
80	offer a similar consideration to businesses certified under this
81	section.
82	(5) CERTIFICATION PROCEDURE
83	(a) The application for certification as a service-
84	disabled veteran business enterprise must, at a minimum,
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85 include: The name of the business enterprise applying for 86 1. certification and the name of the service-disabled veteran 87 88 submitting the application on behalf of the business enterprise. 89 The names of all owners of the business enterprise, 2. 90 including owners who are service-disabled veterans and owners 91 who are not service-disabled veterans, and the percentage of 92 ownership interest held by each owner. The name of all persons involved in both the management 93 3. and daily operations of the business, including the spouse or 94 95 permanent caregiver of a veteran with a permanent and total disability. 96 4. The service-connected disability rating of all persons 97 98 listed under subparagraphs 1., 2., and 3., as applicable, with 99 supporting documentation from the United States Department of 100 Veterans Affairs or the United States Department of Defense. 5. The number of permanent full-time employees. 101 6. The location of the business headquarters. 102 103 7. The total net worth of the business enterprise and its affiliates. In the case of a sole proprietorship, the net worth 104 105 includes personal and business investments. 106 To maintain certification, a service-disabled veteran (b) 107 business enterprise shall renew its certification biennially. 108 (c) The provisions of chapter 120 relating to application, denial, and revocation procedures shall apply to certifications 109 110 under this section. A certified service-disabled veteran business 111 (d) enterprise must notify the Department of Management Services 112 Page 4 of 7

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113 within 30 business days after any event that may significantly 114 affect the certification of the business, including, but not 115 limited to, a change in ownership or change in management and 116 daily business operations.

117 The certification of a service-disabled veteran (e) 118 business enterprise shall be revoked for 12 months if the 119 Department of Management Services determines that the business enterprise violated paragraph (d). An owner of a certified 120 121 service-disabled veteran business enterprise whose certification 122 is revoked is not permitted to reapply for certification under this section as an owner of any business enterprise during the 123 124 12-month revocation period.

125 <u>1. During the 12-month revocation period, a service-</u>
 126 <u>disabled veteran business enterprise whose certification has</u>
 127 <u>been revoked may bid on state contracts but is not eligible for</u>
 128 <u>any preference available under this section.</u>

2. A service-disabled veteran business enterprise whose
 certification has been revoked may apply for certification at
 the conclusion of the 12-month revocation period by complying
 with requirements applicable to initial certifications.

 133
 (6) DUTIES OF THE DEPARTMENT OF VETERANS' AFFAIRS.--The

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 department shall:

(a) Assist the Department of Management Services in
 establishing a certification procedure, which shall be reviewed
 biennially and updated as necessary.

(b) Identify eligible service-disabled veteran business
 enterprises by any electronic means, including electronic mail
 or Internet website, or by any other reasonable means.

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141 (c) Encourage and assist eligible service-disabled veteran 142 business enterprises to apply for certification under this 143 section. 144 (d) Provide information regarding services that are 145 available from the Office of Veterans' Business Outreach of the 146 Florida Small Business Development Center to service-disabled 147 veteran business enterprises. 148 (7) DUTIES OF THE DEPARTMENT OF MANAGEMENT SERVICES.--The department shall: 149 With assistance from the Department of Veterans' 150 (a) Affairs, establish a certification procedure, which shall be 151 152 reviewed biennially and updated as necessary. (b) Grant, deny, or revoke the certification of a service-153 154 disabled veteran business enterprise under this section. (c) Maintain an electronic directory of certified service-155 156 disabled veteran business enterprises for use by the state, 157 political subdivisions of the state, and the public. 158 REPORT.--The Small Business Development Center shall (8) 159 include in its report required by s. 288.705, Florida Statutes, 160 the percentage of certified service-disabled veteran business 161 enterprises using the statewide contracts register. 162 RULES.--The Department of Veterans' Affairs and the (9) 163 Department of Management Services, as appropriate, may adopt 164 rules as necessary to administer this section. Section 2. Section 288.705, Florida Statutes, is amended 165 to read: 166 288.705 Statewide contracts register.--All state agencies 167 shall in a timely manner provide the Florida Small Business 168 Page 6 of 7

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169 Development Center Procurement System with all formal 170 solicitations for contractual services, supplies, and commodities. The Small Business Development Center shall 171 coordinate with Minority Business Development Centers to compile 172 173 and distribute this such information to Florida small and 174 minority businesses requesting such service for the period of 175 time necessary to familiarize the business with the market 176 represented by state agencies. On or before February 1 of each 177 year, the Small Business Development Center shall report to the Agency for Workforce Innovation Department of Labor and 178 Employment Security on the use utilization of the statewide 179 contracts register. The Such report shall include, but not be 180 limited to, information relating to: 181

182 (1) The total number of solicitations received from state183 agencies during the calendar year.

184 (2) The number of solicitations received from each state185 agency during the calendar year.

186 (3) The method of distributing solicitation information to
 187 those businesses requesting such service.

188

(4) The total number of businesses using the service.

189 (5) The percentage of businesses using the service which190 are owned and controlled by minorities.

191 (6) The percentage of service-disabled veteran business
 192 enterprises using the service.

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Section 3. This act shall take effect November 11, 2008.

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