

S T A T E O F N E W Y O R K

2803--A

2013-2014 Regular Sessions

I N S E N A T E

January 23, 2013

Introduced by Sens. BALL, ADDABBO, AVELLA, BONACIC, CARLUCCI, FLANAGAN, O'MARA, ZELDIN -- read twice and ordered printed, and when printed to be committed to the Committee on Veterans, Homeland Security and Military Affairs -- reported favorably from said committee and committed to the Committee on Finance -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the executive law, in relation to state contract preference for service-disabled veteran owned small businesses

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. The executive law is amended by adding a new section 369 to
2 read as follows:
3 S 369. STATE CONTRACT PREFERENCE FOR SERVICE-DISABLED VETERAN OWNED
4 SMALL BUSINESSES. 1. LEGISLATIVE FINDINGS AND DETERMINATIONS. THE LEGIS-
5 LATURE HEREBY FINDS AND DETERMINES THAT IT SHALL BE THE POLICY OF THE
6 STATE OF NEW YORK TO STRENGTHEN OPPORTUNITIES IN STATE CONTRACTING FOR
7 SERVICE-DISABLED VETERAN OWNED SMALL BUSINESSES.
8 THE LEGISLATURE HEREBY FURTHER FINDS AND DETERMINES THAT NEW YORK
9 STATE SHOULD HONOR THE EXTRAORDINARY SERVICE RENDERED TO OUR STATE AND
10 THE UNITED STATES BY VETERANS WITH DISABILITIES INCURRED OR AGGRAVATED
11 IN THE LINE OF DUTY DURING ACTIVE SERVICE WITH THE ARMED FORCES BY
12 PROVIDING A CONTRACT PREFERENCE TO ALL SERVICE-DISABLED VETERAN BUSI-
13 NESSES.
14 2. DEFINITIONS. WHEN USED IN THIS SECTION, THE FOLLOWING TERMS SHALL
15 MEAN AND BE DEFINED AS FOLLOWS:
16 (A) "AGENCY" MEANS ANY DEPARTMENT, BOARD, BUREAU, COMMISSION, DIVI-
17 SION, OFFICE, COUNCIL, COMMITTEE OR OFFICER OF THE STATE, OR A PUBLIC
18 BENEFIT CORPORATION OR PUBLIC AUTHORITY AT LEAST ONE OF WHOSE MEMBERS IS
19 APPOINTED BY THE GOVERNOR, AUTHORIZED BY LAW TO MAKE RULES OR TO MAKE
20 FINAL DECISIONS IN ADJUDICATORY PROCEEDINGS BUT SHALL NOT INCLUDE THE
21 GOVERNOR, AGENCIES IN THE LEGISLATIVE AND JUDICIAL BRANCHES, AGENCIES

EXPLANATION--Matter in *ITALICS* (underscored) is new; matter in brackets
[] is old law to be omitted.

LBD07148-03-3

1 CREATED BY INTERSTATE COMPACT OR INTERNATIONAL AGREEMENT, THE DIVISION
2 OF MILITARY AND NAVAL AFFAIRS TO THE EXTENT IT EXERCISES ITS RESPONSI-
3 BILITY FOR MILITARY AND NAVAL AFFAIRS, THE DIVISION OF STATE POLICE, THE
4 IDENTIFICATION AND INTELLIGENCE UNIT OF THE DIVISION OF CRIMINAL JUSTICE
5 SERVICES, THE STATE INSURANCE FUND, THE UNEMPLOYMENT INSURANCE APPEAL
6 BOARD, AND EXCEPT FOR PURPOSES OF SUBDIVISION ONE OF SECTION TWO HUNDRED
7 TWO-D OF THE STATE ADMINISTRATIVE PROCEDURE ACT, THE WORKERS' COMPEN-
8 SATION BOARD AND EXCEPT FOR PURPOSES OF ARTICLE TWO OF THE STATE ADMIN-
9 ISTRATIVE PROCEDURE ACT, THE STATE DIVISION OF PAROLE AND THE DEPARTMENT
10 OF CORRECTIONS AND COMMUNITY SUPERVISION;

11 (B) "SERVICE-DISABLED" MEANS, WITH RESPECT TO DISABILITY, THAT THE
12 DISABILITY WAS INCURRED OR AGGRAVATED IN THE LINE OF DUTY IN THE ACTIVE
13 SERVICE IN THE UNITED STATES ARMY, NAVY, AIR FORCE, MARINES, COAST
14 GUARD, AND/OR RESERVES THEREOF, AND/OR IN THE ARMY NATIONAL GUARD, AIR
15 NATIONAL GUARD, NEW YORK GUARD AND/OR THE NEW YORK NAVAL MILITIA;

16 (C) "SERVICE-DISABLED VETERAN" MEANS A VETERAN, WHO INCURRED OR AGGRA-
17 VATED A DISABILITY IN THE LINE OF DUTY IN THE ACTIVE SERVICE IN THE
18 UNITED STATES ARMY, NAVY, AIR FORCE, MARINES, COAST GUARD, AND/OR
19 RESERVES THEREOF, AND/OR IN THE ARMY NATIONAL GUARD, AIR NATIONAL GUARD,
20 NEW YORK GUARD AND/OR THE NEW YORK NAVAL MILITIA; AND

21 (D) "SERVICE-DISABLED VETERAN BUSINESS" MEANS A SMALL BUSINESS
22 CONCERN, EMPLOYING LESS THAN ONE HUNDRED PERSONS, OWNED AND CONTROLLED
23 BY SERVICE-DISABLED VETERAN OR VETERANS.

24 3. CONTRACT PREFERENCES AND SET ASIDES. THE HEADS OF AGENCIES SHALL
25 PROVIDE THE OPPORTUNITY FOR SERVICE-DISABLED VETERAN BUSINESSES TO
26 SIGNIFICANTLY INCREASE THE STATE CONTRACTING AND SUBCONTRACTING OF SUCH
27 BUSINESSES. TO ACHIEVE THAT OBJECTIVE, SUCH AGENCIES SHALL ESTABLISH A
28 GOAL OF NOT LESS THAN THREE PERCENT FOR PARTICIPATION BY SERVICE-DISA-
29 BLED VETERAN BUSINESSES IN STATE CONTRACTING, AND EACH AGENCY CONTRACT-
30 ING OFFICER SHALL HAVE THE AUTHORITY TO RESERVE CERTAIN PROCUREMENTS FOR
31 SERVICE-DISABLED VETERAN BUSINESSES IN ORDER TO ACHIEVE COMPLIANCE WITH
32 SUCH GOAL.

33 4. DUTIES OF AGENCY HEADS. IN ORDER TO IMPLEMENT THE PROVISIONS AND
34 POLICY ESTABLISHED IN SUBDIVISION THREE OF THIS SECTION, HEADS OF AGEN-
35 CIES SHALL:

36 (A) DEVELOP A STRATEGY TO IMPLEMENT THE PROVISIONS AND POLICY ESTAB-
37 LISHED IN SUBDIVISION THREE OF THIS SECTION; AND SHALL PUBLICLY PUBLISH
38 SUCH STRATEGY;

39 (B) MAKE THE AGENCY'S STRATEGY PUBLICLY AVAILABLE, HAVE SUCH STRATEGY
40 POSTED UPON THE WEBSITE OF SUCH AGENCY; AND REPORT ANNUALLY TO THE
41 GOVERNOR, THE TEMPORARY PRESIDENT OF THE SENATE, THE SPEAKER OF THE
42 ASSEMBLY, THE CHAIR OF THE SENATE STANDING COMMITTEE ON VETERANS, HOME-
43 LAND SECURITY AND MILITARY AFFAIRS, AND THE CHAIR OF THE ASSEMBLY STAND-
44 ING COMMITTEE ON VETERANS AFFAIRS ON THE IMPLEMENTATION OF THE AGENCY'S
45 STRATEGY;

46 (C) DESIGNATE A SENIOR-LEVEL OFFICIAL WITHIN SUCH AGENCY WHO SHALL BE
47 RESPONSIBLE FOR DEVELOPING AND IMPLEMENTING THE AGENCY'S STRATEGY;

48 (D) INCLUDE DEVELOPMENT AND IMPLEMENTATION OF THE AGENCY'S STRATEGY
49 AND ACHIEVEMENTS IN FURTHERANCE OF THE STRATEGY AS SIGNIFICANT ELEMENTS
50 IN ANY PERFORMANCE PLANS OF THE AGENCY'S DESIGNATED AGENCY SENIOR-LEVEL
51 OFFICIAL AND CHIEF ACQUISITION OR PROCUREMENT OFFICER; AND

52 (E) INCLUDE IN THE AGENCY'S STRATEGY PLANS FOR:

53 (I) RESERVING AGENCY CONTRACTS EXCLUSIVELY FOR SERVICE-DISABLED VETER-
54 AN BUSINESSES;

55 (II) ENCOURAGING AND FACILITATING PARTICIPATION BY SERVICE-DISABLED
56 VETERAN BUSINESSES IN COMPETITIONS FOR AWARD OF AGENCY CONTRACTS;

1 (III) ENCOURAGING AGENCY CONTRACTORS TO SUBCONTRACT WITH SERVICE-DISA-
2 BLED VETERAN BUSINESSES AND ACTIVELY MONITORING AND EVALUATING AGENCY
3 CONTRACTORS' EFFORTS TO DO SO;

4 (IV) TRAINING AGENCY PERSONNEL ON APPLICABLE LAW AND POLICIES RELATING
5 TO PARTICIPATION OF SERVICE-DISABLED VETERAN BUSINESSES IN STATE
6 CONTRACTING; AND

7 (V) DISSEMINATING INFORMATION TO SERVICE-DISABLED VETERAN BUSINESSES
8 THAT WOULD ASSIST THESE BUSINESSES IN PARTICIPATING IN AWARDS OF AGENCY
9 CONTRACTS.

10 5. DUTIES OF DEPUTY COMMISSIONER OF THE DIVISION FOR SMALL BUSINESS.
11 THE DEPUTY COMMISSIONER RESPONSIBLE FOR HEADING THE DIVISION FOR SMALL
12 BUSINESS WITHIN THE DEPARTMENT OF ECONOMIC DEVELOPMENT, AS ESTABLISHED
13 PURSUANT TO SECTION ONE HUNDRED THIRTY-TWO OF THE ECONOMIC DEVELOPMENT
14 LAW, SHALL:

15 (A) DESIGNATE AN APPROPRIATE ENTITY WITHIN THE DIVISION FOR SMALL
16 BUSINESS THAT SHALL, IN COORDINATION WITH THE DIVISION OF VETERANS
17 AFFAIRS AND THE OFFICE OF THE STATE COMPTROLLER, PROVIDE TO SERVICE-DIS-
18 ABLED VETERAN BUSINESSES INFORMATION AND ASSISTANCE CONCERNING PARTIC-
19 IPATION IN STATE CONTRACTING;

20 (B) ADVISE AND ASSIST HEADS OF AGENCIES IN THEIR IMPLEMENTATION OF
21 SUBDIVISION THREE OF THIS SECTION;

22 (C) MAKE AVAILABLE TO SERVICE-DISABLED VETERAN BUSINESSES TRAINING IN
23 STATE CONTRACTING LAW, PROCEDURES, AND PRACTICES THAT WOULD ASSIST SUCH
24 BUSINESSES IN PARTICIPATING IN STATE CONTRACTING; AND

25 (D) IN COOPERATION WITH THE CHANCELLOR OF THE STATE UNIVERSITY AND THE
26 STATE UNIVERSITY, CITY UNIVERSITY AND COMMUNITY COLLEGE SYSTEMS, DEVELOP
27 A TRAINING PROGRAM ON STATE CONTRACTING WITH SERVICE-DISABLED VETERAN
28 BUSINESSES AND MAKE THIS TRAINING AVAILABLE ONLINE THROUGH A CONTINUOUS
29 LEARNING PROGRAM.

30 6. DUTIES OF COMMISSIONER OF THE OFFICE OF GENERAL SERVICES. THE
31 COMMISSIONER OF THE OFFICE OF GENERAL SERVICES, IN COORDINATION WITH THE
32 OFFICE OF THE STATE COMPTROLLER AND THE OFFICE OF THE ATTORNEY GENERAL,
33 SHALL:

34 (A) ESTABLISH A STATE GOVERNMENT-WIDE ACQUISITION CONTRACT RESERVED
35 FOR PARTICIPATION BY SERVICE-DISABLED VETERAN BUSINESSES; AND

36 (B) ASSIST SERVICE-DISABLED VETERAN BUSINESSES TO BE INCLUDED IN STATE
37 SUPPLY, CONTRACTS AND REQUESTS FOR PROPOSAL SCHEDULES.

38 7. DUTIES OF THE STATE DIRECTOR. THE STATE DIRECTOR SHALL:

39 (A) ASSIST AGENCIES BY MAKING AVAILABLE SERVICES OF THE DIVISION TO
40 FACILITATE THE PROVISIONS OF THIS SECTION;

41 (B) ESTABLISH A REGISTRATION PROGRAM OF SERVICE-DISABLED VETERAN BUSI-
42 NESSES AND ESTABLISH AND MAINTAIN A DATABASE WITH REGARD TO SERVICE-DIS-
43 ABLED VETERAN BUSINESSES, FOR USE BY AGENCIES IN THEIR IMPLEMENTATION OF
44 THIS SECTION;

45 (C) ESTABLISH AND MAINTAIN, TOGETHER WITH THE COMMISSIONER OF LABOR, A
46 TRANSITION ASSISTANCE PROGRAM AND A DISABILITY TRANSITION ASSISTANCE
47 PROGRAM TO EDUCATE SEPARATING SERVICE MEMBERS AS TO THE BENEFITS AVAIL-
48 ABLE TO SERVICE-DISABLED VETERAN BUSINESSES AND AS TO POTENTIAL ENTRE-
49 PRENEURIAL OPPORTUNITIES; AND

50 (D) DISCLOSE PERSONALLY IDENTIFYING INFORMATION ON SERVICE-DISABLED
51 VETERANS TO OTHER AGENCIES WHO REQUIRE SUCH INFORMATION IN ORDER TO
52 DISCHARGE THE DIVISION'S RESPONSIBILITIES UNDER THIS SECTION.

53 S 2. This act shall take effect immediately.