

# STATE OF NEW YORK

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1468

2019-2020 Regular Sessions

## IN SENATE

January 15, 2019

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Introduced by Sen. SANDERS -- read twice and ordered printed, and when printed to be committed to the Committee on Finance

AN ACT to amend the executive law, in relation to including the provision of professional services in the minority and women-owned business enterprise program

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivision 13 of section 310 of the executive law, as  
2 amended by chapter 506 of the laws of 2009, is amended and a new subdi-  
3 vision 24 is added to read as follows:

4 13. "State contract" shall mean: (a) a written agreement or purchase  
5 order instrument, providing for a total expenditure in excess of twen-  
6 ty-five thousand dollars, whereby a contracting agency is committed to  
7 expend or does expend funds in return for labor, services including but  
8 not limited to legal, financial and other professional services,  
9 supplies, equipment, materials or any combination of the foregoing, to  
10 be performed for, or rendered or furnished to the contracting agency;

11 (b) a written agreement, providing for a total expenditure in excess of  
12 five thousand dollars, whereby a contracting agency is committed to  
13 expend or does expend funds in return for professional services to be  
14 performed for, or rendered or furnished to the contracting agency; (c) a

15 written agreement in excess of one hundred thousand dollars whereby a  
16 contracting agency is committed to expend or does expend funds for the  
17 acquisition, construction, demolition, replacement, major repair or  
18 renovation of real property and improvements thereon; and [~~e~~] (d) a  
19 written agreement in excess of one hundred thousand dollars whereby the  
20 owner of a state assisted housing project is committed to expend or does  
21 expend funds for the acquisition, construction, demolition, replacement,  
22 major repair or renovation of real property and improvements thereon for  
23 such project.

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

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1 24. "Professional services" shall mean the provision of service for  
2 which the provider of such service is required to hold a license issued  
3 pursuant to title eight of the education law or article fifteen of the  
4 judiciary law.

5 § 2. Paragraphs (d), (e) and (f) of subdivision 3 of section 311 of  
6 the executive law, paragraphs (d) and (e) as amended by chapter 55 of  
7 the laws of 1992 and paragraph (f) as added by chapter 261 of the laws  
8 of 1988, are amended to read as follows:

9 (d) to review periodically the practices and procedures of each  
10 contracting agency with respect to compliance with the provisions of  
11 this article, and to require them to file periodic reports with the  
12 division of minority and women's business development as to the level of  
13 minority and women-owned business enterprises participation in the  
14 awarding of agency contracts for goods [~~and~~], services and professional  
15 services;

16 (e) on January first of each year report to the governor and the  
17 chairpersons of the senate finance and assembly ways and means commit-  
18 tees on the level of minority and women-owned business enterprises  
19 participating in each agency's contracts for goods [~~and~~], services and  
20 professional services and on activities of the office and effort by each  
21 contracting agency to promote employment of minority group members and  
22 women, and to promote and increase participation by certified businesses  
23 with respect to state contracts and subcontracts so as to facilitate the  
24 award of a fair share of state contracts to such businesses. The comp-  
25 troller shall assist the division in collecting information on the  
26 participation of certified business for each contracting agency. Such  
27 report may recommend new activities and programs to effectuate the  
28 purposes of this article;

29 (f) to prepare and update periodically a directory of certified minor-  
30 ity and women-owned business enterprises which shall, wherever practica-  
31 ble, be divided into categories of labor, services, professional  
32 services, supplies, equipment, materials and recognized construction  
33 trades and which shall indicate areas or locations of the state where  
34 such enterprises are available to perform services;

35 § 3. Paragraph (a) of subdivision 1 of section 312-a of the executive  
36 law, as amended by section 1 of part Q of chapter 58 of the laws of  
37 2015, is amended to read as follows:

38 (a) to determine whether there is a disparity between the number of  
39 qualified minority and women-owned businesses ready, willing and able to  
40 perform state contracts for commodities, services, professional services  
41 and construction, and the number of such contractors actually engaged to  
42 perform such contracts, and to determine what changes, if any, should be  
43 made to state policies affecting minority and women-owned business  
44 enterprises; and

45 § 4. Paragraphs (j) and (k) of subdivision 1 of section 313 of the  
46 executive law, as added by chapter 175 of the laws of 2010, are amended  
47 and two new paragraphs (l) and (m) are added to read as follows:

48 (j) overall agency total dollar value of procurement for certified  
49 women-owned business enterprises: twelve and thirty-nine hundredths  
50 percent; [~~and~~]

51 (k) overall agency total dollar value of procurement for certified  
52 minority, women-owned business enterprises: twenty-eight and ninety-two  
53 hundredths percent[~~+~~];

54 (l) professional services for certified minority-owned business enter-  
55 prises: fifteen percent; and

1 (m) professional services for certified women-owned business enter-  
2 prises: fifteen percent.

3 § 5. Section 313-a of the executive law, as added by chapter 175 of  
4 the laws of 2010, is amended to read as follows:

5 § 313-a. Diversity practices of state contractors. The director shall  
6 promulgate rules and regulations setting forth measures and procedures  
7 to require all contracting agencies, where practicable, feasible and  
8 appropriate, to assess the diversity practices of contractors submitting  
9 bids or proposals in connection with the award of a state contract. Such  
10 rules and regulations shall take into account: the nature of the labor,  
11 services, professional services, supplies, equipment or materials being  
12 procured by the state agency; the method of procurement required to be  
13 used by a state agency to award the contract and minority and women-  
14 owned business utilization plans required to be submitted pursuant to  
15 sections three hundred twelve and three hundred thirteen of this arti-  
16 cle; and such other factors as the director deems appropriate or neces-  
17 sary to promote the award of state contracts to contractors having sound  
18 diversity practices. Such assessment shall not in any way permit the  
19 automatic rejection of a bid or procurement contract proposal based on  
20 lack of adherence to diversity practices. Each bid or proposal shall be  
21 analyzed on an individual per bid or per proposal basis with the  
22 contractor's diversity practices considered as only a part of a wider  
23 consideration of several factors when deciding to award or decline to  
24 award a bid or proposal. The director shall develop the rules and regu-  
25 lations required hereunder only after consultation with the state  
26 procurement council established by section one hundred sixty-one of the  
27 state finance law.

28 § 6. This act shall take effect on the first of January next succeed-  
29 ing the date on which it shall have become a law; provided that the  
30 amendments to article 15-A of the executive law made by sections one,  
31 two, three, four and five of this act, shall not affect the expiration  
32 of such article and shall expire therewith. Effective immediately, the  
33 addition, amendment and/or repeal of any rule or regulation necessary  
34 for the implementation of this act on its effective date are authorized  
35 to be made and completed on or before such effective date.