

## Assembly California Legislature Committee on Rules

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JAY OBERNOLTE (R-ALT.)

Thursday, June 18, 2015 8:50 AM State Capitol, Room 3162

### CONSENT AGENDA

### Referrals

1. Consent Bill Referrals

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### Resolutions

2. HR 9 (Irwin) Relative to 4th of July. Page 7

3. SCR 57 (Pan) Relative to Hmong History Month. Page 13

### **Request to Add Urgency Clause**

4. SB 159 (Nielsen) Relative to California Disabled Veteran Business Enterprise Program: goal achiev..... Page 17

### REFERRAL OF BILLS TO COMMITTEE

06/18/2015

Pursuant to the Assembly Rules, the following bills were referred to committee:

Assembly Bill No

Committee:

Assembly Bill No.	Committee:
<u>ACR 86</u>	TRANS.
<u>AJR 22</u>	HUM. S.
<u>AJR 23</u>	RLS.
<u>HR 25</u>	RLS.
<u>SB 140</u>	G.O.
<u>SB 151</u>	G.O.
<u>SB 251</u>	JUD.
<u>SB 251</u>	REV. & TAX.
<u>SB 295</u>	REV. & TAX.
<u>SB 326</u>	HEALTH
<u>SB 350</u>	U. & C.
<u>SB 350</u>	NAT. RES.
<u>SB 359</u>	ED.
<u>SB 365</u>	E. & R.
<u>SB 367</u>	AGRI.
<u>SB 367</u>	NAT. RES.
<u>SB 369</u>	ED.
<u>SB 376</u>	HIGHER ED.
<u>SB 376</u>	A. & A.R.
<u>SB 377</u>	H. & C.D.
<u>SB 377</u>	REV. & TAX.
<u>SB 379</u>	L. GOV.
<u>SB 388</u>	HEALTH
<u>SB 396</u>	B. & P.
<u>SB 396</u>	HEALTH
<u>SB 398</u>	NAT. RES.
<u>SB 400</u>	NAT. RES.
<u>SB 400</u>	TRANS.
<u>SB 405</u>	PUB. S.
<u>SB 405</u>	TRANS.
<u>SB 406</u>	L. & E.
<u>SB 417</u>	E. & R.
<u>SB 421</u>	JUD.
<u>SB 424</u>	PUB. S.
<u>SB 424</u>	P. & C.P.
<u>SB 434</u>	H. & C.D.
<u>SB 434</u>	L. GOV.
<u>SB 435</u>	HEALTH

GD 441	H 0 C D
SB 441	H. & C.D.
<u>SB 441</u>	L. GOV.
SB 443	PUB. S.
SB 447	HEALTH
SB 460	ED.
<u>SB 461</u>	TRANS.
<u>SB 463</u>	ED.
SB 465	B. & P.
<u>SB 466</u>	B. & P.
<u>SB 467</u>	B. & P.
<u>SB 468</u>	B. & P.
<u>SB 469</u>	A.,E.,S.,T. & I. M.
<u>SB 469</u>	B. & P.
<u>SB 471</u>	NAT. RES.
<u>SB 477</u>	L. GOV.
<u>SB 477</u>	REV. & TAX.
<u>SB 478</u>	HUM. S.
<u>SB 479</u>	B. & P.
<u>SB 484</u>	HUM. S.
<u>SB 497</u>	ED.
<u>SB 499</u>	ED.
<u>SB 500</u>	REV. & TAX.
<u>SB 501</u>	JUD.
<u>SB 503</u>	HEALTH
<u>SB 504</u>	PUB. S.
<u>SB 507</u>	PUB. S.
<u>SB 513</u>	TRANS.
<u>SB 518</u>	PUB. S.
<u>SB 519</u>	PUB. S.
<u>SB 524</u>	HUM. S.
<u>SB 526</u>	REV. & TAX.
<u>SB 536</u>	A. & A.R.
<u>SB 536</u>	V.A.
<u>SB 538</u>	B. & P.
<u>SB 541</u>	U. & C.
SB 541	PUB. S.
<u>SB 543</u>	V.A.
<u>SB 546</u>	HEALTH
<u>SB 548</u>	L. & E.
SB 549	G.O.
SB 551	W.,P. & W.
SB 552	E.S. & T.M.
	<del></del>

<u>SB 555</u>	W.,P. & W.
<u>SB 556</u>	PUB. S.
<u>SB 573</u>	A. & A.R.
<u>SB 573</u>	P. & C.P.
<u>SB 574</u>	HIGHER ED.
<u>SB 579</u>	L. & E.
<u>SB 586</u>	HEALTH
<u>SB 588</u>	L. & E.
<u>SB 588</u>	JUD.
<u>SB 599</u>	L. & E.
<u>SB 605</u>	HIGHER ED.
<u>SB 610</u>	HEALTH
SB 612	E.S. & T.M.
SB 613	HEALTH
SB 613	AGING & L.T.C.
<u>SB 614</u>	HEALTH
<u>SB 621</u>	PUB. S.
<u>SB 635</u>	PUB. S.
<u>SB 637</u>	W.,P. & W.
<u>SB 640</u>	REV. & TAX.
<u>SB 641</u>	B. & F.
<u>SB 641</u>	JUD.
<u>SB 643</u>	B. & P.
<u>SB 644</u>	P.E.,R. & S.S.
<u>SB 645</u>	ED.
<u>SB 646</u>	JUD.
<u>SB 654</u>	E.S. & T.M.
<u>SB 655</u>	H. & C.D.
<u>SB 660</u>	U. & C.
<u>SB 664</u>	W.,P. & W.
<u>SB 670</u>	REV. & TAX.
SB 673	E.S. & T.M.
SB 674	PUB. S.
SB 682	JUD.
SB 685	G.O.
SB 686	HIGHER ED.
SB 690	P. & C.P.
SB 694	PUB. S.
SB 695	ED.
SB 696	INS.
SB 696	JUD.
<u>SB 703</u>	A. & A.R.

<u>SB 707</u>	PUB. S.
<u>SB 708</u>	ED.
<u>SB 710</u>	L. GOV.
<u>SB 710</u>	REV. & TAX.
<u>SB 722</u>	PUB. S.
<u>SB 725</u>	ED.
<u>SB 731</u>	HUM. S.
<u>SB 734</u>	NAT. RES.
<u>SB 736</u>	B. & F.
<u>SB 758</u>	W.,P. & W.
<u>SB 759</u>	PUB. S.
<u>SB 763</u>	E.S. & T.M.
<u>SB 763</u>	B. & P.
<u>SB 765</u>	U. & C.
<u>SB 767</u>	L. GOV.
<u>SB 767</u>	TRANS.
<u>SB 773</u>	TRANS.
<u>SB 780</u>	P.E.,R. & S.S.
<u>SB 794</u>	HUM. S.
<u>SB 795</u>	PUB. S.
<u>SB 798</u>	W.,P. & W.
<u>SB 801</u>	REV. & TAX.
<u>SB 802</u>	U. & C.
<u>SB 802</u>	REV. & TAX.
<u>SB 803</u>	REV. & TAX.
<u>SB 804</u>	HEALTH
<u>SCR 54</u>	RLS.
<u>SCR 56</u>	RLS.
SCR 58	RLS.
<u>SCR 66</u>	RLS.
<u>SCR 67</u>	RLS.
<u>SCR 68</u>	RLS.



# Assembly California Legislature Committee on Rules RICHARD S. GORDON CHAIR

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JAY OBERNOLTE (R-ALT.)

### Memo

To:

Rules Committee Members

From:

Mukhtar Ali, Bill Referral Consultant

Date:

6/17/2015

Re:

Consent Bill Referrals

Since you received the preliminary list of bill referrals, the referrals for SB 434 and SB 549 have changed. SB 350 has been added.



No. 9

### **Introduced by Assembly Member Irwin**

February 24, 2015

House Resolution No. 9—Relative to the 4th of July.

WHEREAS, July 4, 2015, marks the 239th anniversary of the signing of the Declaration of Independence, and by the adoption

of that document — formally entitled, "The unanimous Declaration

4 of the thirteen United States of America" — the nation we today

5 know as the United States of America officially came into being,

6 an occasion forever memorialized by President Abraham Lincoln

7 in the words of his Gettysburg Address as when "... our fathers

brought forth upon this continent a new nation, conceived in liberty,

9 and dedicated to the proposition that all men are created equal";

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WHEREAS, On June 7, 1776, in Philadelphia, Pennsylvania, at a location today known as Independence Hall, Virginia delegate Richard Henry Lee brought the following resolution before the Second Continental Congress of the United Colonies: "Resolved, That these United Colonies are, and of right ought to be, free and independent states, that they are absolved from all allegiance to the British Crown, and that all political connection between them and the state of Great Britain is, and ought to be, totally dissolved

... ."; and

WHEREAS, On June 8, 1776, Lee's resolution was referred to a committee of the whole of the Continental Congress, at which time they spent most of that day, as well as June 10, debating

time they spent most of that day, as independence; and

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WHEREAS, On June 11, 1776, a "Committee of Five" — with Thomas Jefferson of Virginia being picked unanimously as its first member, and also including John Adams of Massachusetts, Benjamin Franklin of Pennsylvania, Robert R. Livingston of New York, and Roger Sherman of Connecticut — was charged with drafting a declaration of independence for consideration by the Continental Congress; and

WHEREAS, The members of the "Committee of Five" assigned Jefferson the task of producing a draft declaration, and on June 28, 1776, he produced a draft that, with minor changes by the committee members, was forwarded to the Congress for its further consideration; and

WHEREAS, On July 2, 1776, the Second Continental Congress adopted the Lee resolution upon the affirmative vote of 12 of the 13 colonial delegations, an occasion that delegate and future President John Adams detailed to his wife Abigail in a letter written July 3, 1776, as follows: "Yesterday the greatest Question was decided, which ever was debated in America, and a greater perhaps, never was or will be decided among Men ... ."; and

WHEREAS, On July 4, 1776, after further debate and changes to the committee document, the Continental Congress adopted the Declaration of Independence establishing the United States of America, to which John Hancock that day affixed his signature, with 55 other delegates representing the 13 colonies — now states of the newly created nation — signing the declaration within the next several weeks; and

WHEREAS, July 4 is a day unlike any other — in the history of the United States of America, and indeed, the world — in that not only is it the day that an infant nation formally defied the most powerful empire on earth in a quest for freedom, liberty, and independence, but even more importantly because on that day this new nation declared as a "self-evident truth" — known and knowable to all persons at all times in all places throughout the world — the radical notion that "all men are created equal ... endowed by their Creator with certain unalienable rights, that among these are life, liberty and the pursuit of happiness"; and

WHEREAS, Since its adoption and bold pronouncement more than two centuries ago, the Declaration of Independence and the principles which animate that timeless document have inspired literally billions of persons around the world to pursue freedom in -3- HR 9

their own nation, for themselves and their own loved ones, and for their fellow men and women, and remain today an imperfectly unrealized goal to which all Americans and all who cherish liberty must rededicate themselves, just as the drafters and signers of the Declaration of Independence did by declaring: "with a firm reliance on the protection of divine Providence, we mutually pledge[d] to each other our Lives, our Fortunes and our sacred Honor"; and

WHEREAS, On this and every July Fourth, it is both proper and fitting that the institutions of California government, and indeed all Californians, express heartfelt gratitude and indebtedness to those men and women who have served in the Armed Forces of the United States, and in particular to those who have suffered the injuries of battle and who have made the ultimate sacrifice in protecting freedom and liberty around the world, recalling the words of President Abraham Lincoln that, as a result of their profound sacrifice, "... this nation, under God, shall have a new birth of freedom — and that government of the people, by the people, for the people, shall not perish from the earth"; now, therefore, be it

Resolved by the Assembly of the State of California, That the Assembly of the State of California does — and intends to every year immediately preceding the 4th of July — take this opportunity to recognize and celebrate July 4, 2015, and the 239th anniversary of the birth of our great nation and the signing of the Declaration of Independence that this day represents; and be it further

Resolved, That the Assembly of the State of California calls upon all the people of the great State of California, and the United States of America, to take the opportunity of the 4th of July holiday to obtain a greater knowledge and understanding of the facts and circumstances that compelled the 13 original colonies to declare their independence, and of the timeless principles of liberty, equality, and self-determination that rest at the heart of the Declaration of Independence; and be it further

Resolved, That the Assembly of the State of California, on behalf of a grateful citizenry, hereby expresses its heartfelt thanks, appreciation, and prayers to all who have served — and who currently serve — in the Armed Forces of the United States, in recognition of the countless sacrifices and the indispensable role these brave men and women have played even before the founding of our nation on July 4, 1776, in preserving, protecting, and

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- 1 defending the freedoms and liberties of all Americans, and
- 2 expanding freedom throughout the world; and be it further
- 3 Resolved, That the Chief Clerk of the Assembly shall make
- 4 available suitable copies of this resolution for distribution by
- 5 Members of the Assembly of the State of California.

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Date of Hearing: June 18, 2015

### ASSEMBLY COMMITTEE ON RULES Richard Gordon, Chair On (Invier) As Introduced February 24, 2016

HR 9 (Irwin) – As Introduced February 24, 2015

**SUBJECT**: 4<sup>th</sup> of July.

**SUMMARY**: Recognizes and celebrates the 4th of July, and the 239th anniversary of the birth of our nation and the signing of the Declaration of Independence; calls upon all Californians and Americans to obtain a greater knowledge and understanding of the facts, circumstances, and principles that led to the Declaration of Independence; and expresses thanks, appreciation and prayers to those who served and currently serve in the Armed Forces of the United States in recognition of the sacrifices and the role they have placed in preserving, protecting and defending the freedoms and liberties of all Americans. Specifically, **this resolution** makes the following legislative findings:

- 1) July 4, 2015, marks the 239th anniversary of when the United States of America officially came into being by the signing of the Declaration of Independence; and it is the day when the new nation declared as a "self-evident truth" the radical notion that" all men are created equal endowed by their Creator with certain unalienable rights, that among these are life, liberty and the pursuit of happiness."
- 2) On June 7, 1776, Richard Henry Lee brought forth a resolution which resolved that the colonies "ought to be, free and independent states...and that all political connection between them and the state of Great Britain, is, and ought to be, totally dissolved..."; and after several days of debate, a "Committee of Five" which included Thomas Jefferson of Virginia, John Adams of Massachusetts, Benjamin Franklin of Pennsylvania, Robert R. Livingston of New York, and Roger Sherman of Connecticut, was charged with drafting a declaration of independence for consideration by the Continental Congress.
- 3) On July 4, 1776, after much debate and changes to the committee document, the Continental Congress adopted the Declaration of Independence establishing the United States of America; and John Hancock signed the declaration that day with 55 other delegates representing the 13 colonies now states of the newly created nation signing within the next several weeks.
- 4) Since its adoption, the Declaration of Independence has inspired persons around the world to pursue freedom in their own nation and remains an unrealized goal to which all Americans must rededicate themselves just as the drafters and signers of the Declaration of Independence did more than two centuries ago.
- 5) On this and every July Fourth, it is proper and fitting that all Californians express gratitude and indebtedness to those who have served in the Armed Forces of the United States, and in particular, to those who have suffered injuries and who have made the ultimate sacrifice in protecting freedom and liberty around the world.

**FISCAL EFFECT:** None

### **REGISTERED SUPPORT / OPPOSITION:**

Support

None on file

Opposition

None on file

**Analysis Prepared by**: Nicole Willis / RLS. / (916) 319-2800

### **Introduced by Senator Pan**

May 5, 2015

Senate Concurrent Resolution No. 57—Relative to Hmong History Month.

#### LEGISLATIVE COUNSEL'S DIGEST

SCR 57, as amended, Pan. Hmong History Month.

This measure would recognize the amount month of September 2015 as Hmong History Month, urge all citizens to join in celebrating the accomplishments of the Hmong people during Hmong History Month, and encourage the people of California to recognize the many talents, achievements, and contributions that the Hmong people bring to their communities. communities in this state.

Fiscal committee: no.

- 1 WHEREAS, The history of the Hmong people here in the United
- 2 States, as well as throughout the ages, is indeed unique and vibrant,
- 3 and it is appropriate to celebrate this history during the month of
- 4 September 2015, which has been recognized as Hmong History
- 5 Month; and
- 6 WHEREAS, The Lao-Hmong, or free people, are greatly
- 7 respected and admired for their dedicated service and valiant
- 8 support of the United States Armed Forces and its allies during
- 9 the Vietnam-war; War; and
- 10 WHEREAS, Many Lao-Hmong served in the "Secret Army,"
- 11 which was funded by the CIA United States Central Intelligence
- 12 Agency and included Special Guerilla units Units and other Special

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Forces, special forces, to thwart the Pathet Lao and North Vietnamese Army in Laos, Cambodia, and Thailand from 1960 to 1975; and

WHEREAS, The members of this Laotian hill tribe are known for their warrior traditions, loyalty, and bravery, as evidenced by their contributions to guarding United States personnel and Air Force radar installations, gathering critical intelligence on enemy movement and operations, performing rescue missions to save downed United States pilots, and fighting in conventional and guerilla combat against overwhelming forces, including several North Vietnamese divisions, to disrupt the flow of troops and supplies along the Ho Chi Minh Trail; and

WHEREAS, A conservative estimate of over 35,000 brave Lao-Hmong men, women, and children lost their lives; more than 50,000 were wounded; and more than 2,500 are missing in action; and

WHEREAS, These numbers do not include the devastating loss of 30,000 lives when the Lao-Hmong fell victim to retributive ethnic cleansing starting in 1975 and continuing to this day, nor the thousands forced into reeducation camps or who perished attempting to cross the Mekong River into Thailand; and

WHEREAS, In addition to the devastation to their homes and way of life, thousands of Lao-Hmong soldiers and their families became a countryless people when they commenced their perilous flight to seek safe refuge in other countries, such as Argentina, Canada, China, France, Japan, New Zealand, and the United States—a mass exodus that continues to this day; and

WHEREAS, The Lao-Hmong's heroic and significant contributions to the United States during their fighting efforts in Laos and the positive influence they have since had upon the American way of life will not be forgotten; now, therefore, be it

Resolved by the Senate of the State of California, the Assembly thereof concurring, That the Legislature takes great pleasure in recognizing the amount month of September 2015 as Hmong History Month, extends deep appreciation to the Hmong men, women, and children who served the United States with loyalty and bravery, urges all citizens to join in celebrating the accomplishments of the Hmong people during Hmong History Month, and encourages the people of California to recognize the

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- 1 many talents, achievements, and contributions that the Hmong
- 2 people bring to our communities; and be it further
- 3 Resolved, That the Secretary of the Senate transmit copies of
- 4 this resolution to the author for appropriate distribution.

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Date of Hearing: June 18, 2015

### ASSEMBLY COMMITTEE ON RULES Richard Gordon, Chair SCR 57 (Pan) – As Amended June 15, 2015

**SENATE VOTE**: 38-0

**SUBJECT**: Hmong History Month.

**SUMMARY:** Recognizes September 2015 as Hmong History Month, and urges all citizens to join in celebrating the accomplishments of the Hmong people during Hmong History Month, and encourages the people of California to recognize the many talents, achievements, and contributions that the Hmong people make to their communities. Specifically, **this resolution** makes the following legislative findings:

- 1) The history of the Hmong people here in the United States, as well as through the ages, is indeed unique and vibrant.
- 2) The Lao-Hmong, or free people, are greatly respected and admired for their dedicated service and valiant support of the United States Armed Forces and its allies during the Vietnam war.
- 3) The Lao-Hmong's heroic and significant contributions to the United States during their fighting efforts in Laos; which an estimated 35,000 brave Lao-Hmong men, women, and children lost their lives; more than 50,000 were wounded; and more than 2,500 are missing in action.

FISCAL EFFECT: None

### **REGISTERED SUPPORT / OPPOSITION:**

**Support** 

None on file

**Opposition** 

None on file

**Analysis Prepared by:** Nicole Willis / RLS. / (916) 319-2800

No. 159

### **Introduced by Senator Nielsen**

February 3, 2015

An act to amend Section—14839 10111 of the—Government Public Contract Code, relating to state government.

#### LEGISLATIVE COUNSEL'S DIGEST

SB 159, as amended, Nielsen. Office of Small Business and Disabled Veteran Business Enterprise Services. California Disabled Veteran Business Enterprise Program: goal achievement.

Existing law establishes statewide participation goals that apply to the overall dollar amount expended each year by an awarding department, as defined, to facilitate the participation of disabled veteran business enterprises in state contracts, and establishes the California Disabled Veteran Business Enterprise Program for this purpose. Existing law requires the Department of General Services to make available a report on contracting activity containing specified information, including a statistical summary detailing each awarding department's goal achievement under the California Disabled Veteran Business Enterprise Program and a statewide total of those goals.

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.

Existing law provides for various programs to encourage the participation of small businesses, as certified by the Department of General Services, in state agency contracts, and sets forth the duties of

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the Office of Small Business and Disabled Veteran Business Enterprise Services in this regard.

This bill would make nonsubstantive changes to that provision.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 10111 of the Public Contract Code is 2 amended to read:

- 10111. Commencing January 1, 2007, the department shall make available a report on contracting activity containing the following information:
- (a) A listing of consulting services contracts that the state has entered into during the previous fiscal year. The listing shall include the following:
  - (1) The name and identification number of each contractor.
- (2) The type of bidding entered into, the number of bidders, whether the low bidder was accepted, and if the low bidder was not accepted, an explanation of why another contractor was selected.
  - (3) The amount of the contract price.
- (4) Whether the contract was a noncompetitive bid contract, and why the contract was a noncompetitive bid contract.
- (5) Justification for entering into each consulting services contract.
  - (6) The purpose of the contract and the potential beneficiaries.
- (7) The date when the initial contract was signed, and the date when the work began and was completed.
- (b) The report shall also include a separate listing of consultant contracts completed during that fiscal year, with the same information specified in subdivision (a).
- (c) The information specified in subdivisions (a) and (b) shall also include a list of any contracts underway during that fiscal year on which a change was made regarding the following:
  - (1) The completion date of the contract.
- 29 (2) The amount of money to be received by the contractor, if it 30 exceeds 3 percent of the original contract price.

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(3) The purpose of the contract or duties of the contractor. A brief explanation shall be given if the change in purpose is significant.

- (d) The level of participation, by agency, of disabled veteran business enterprises in statewide contracting and shall include dollar values of contract award for the following categories:
  - (1) Construction.

- (2) Architectural, engineering, and other professional services.
- (3) Procurement of materials, supplies, and equipment.
- (4) Information technology procurements.

Additionally, the report shall include a statistical summary detailing each awarding department's goal achievement and a statewide total of those goals. An awarding department's goal achievement is to be measured pursuant to subdivision (a) of Section 999.2 of the Military and Veterans Code and subdivision (c) of Section 10115 of this code.

- (e) The level of participation by small business in state contracting including:
- (1) Upon request, an up-to-date list of eligible small business bidders by general procurement and construction contract categories, noting company names and addresses and also noting which small businesses also qualify as microbusinesses.
- (2) By general procurement and construction contract categories, statistics comparing the small business and microbusiness contract participation dollars to the total state contract participation dollars.
- (3) By awarding department and general procurement and construction categories, statistics comparing the small business and microbusiness contract participation dollars to the total state contract participation dollars.
- (4) Any recommendations for changes in statutes or state policies to improve opportunities for small businesses and microbusinesses.
- 33 (5) A statistical summary of small businesses and 34 microbusinesses certified for state contracting by the number of 35 employees at the business for each of the following categories: 36 0–5, 26–50, 51–75, and 76–100.
  - (6) To the extent feasible, beginning in the year 2008, the number of contracts awarded by the department in the categories specified in paragraph (5).

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(7) The number of contracts and dollar amounts awarded annually pursuant to Section 14838.5 of the Government Code to small businesses, microbusinesses, and disabled veteran business enterprises.

- (f) The level of participation of business enterprises, by race, ethnicity, and gender of the owner, in contracts to the extent that the information has been voluntarily reported to the department. In addition, the report shall contain the levels of participation of business enterprises, by race, ethnicity, and gender of the owner, and whether the business is a lesbian, gay, bisexual, or transgender owned business for the following categories of contracts, to the extent that the information has been voluntarily reported to the department:
- (1) Construction.
  - (2) Purchases of materials, supplies, or equipment.
  - (3) Professional services.
- (g) In the years 2011 and 2012, any errors reported to the department by an awarding agency as required by Sections 10302, 10344, and 12104.5, in the previous fiscal year.
- (h) The amendments made to this section by the act adding this subdivision Chapter 861 of the Statutes of 2012 shall apply on and after January 1, 2013.
- SEC. 2. The Legislature finds and declares that the amendments made by this act to Section 10111 of the Public Contract Code are clarifying and declaratory of existing law.
- SECTION 1. Section 14839 of the Government Code is amended to read:
- 14839. There is hereby established within the department the Office of Small Business and Disabled Veteran Business Enterprise Services. The duties of the office shall include:
- (a) Compiling and maintaining a comprehensive bidders list of qualified small businesses and disabled veteran businesses enterprises, and noting which small businesses also qualify as microbusinesses.
- (b) Coordinating with the Federal Small Business Administration, the Minority Business Development Agency, and the Office of Small Business Development of the Department of Economic and Business Development.
- (e) Providing technical and managerial aids to small businesses,
   microbusinesses, and disabled veteran business enterprises by

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conducting workshops on matters in connection with government procurement and contracting.

- (d) Assisting small businesses, microbusinesses, and disabled veteran business enterprises in complying with the procedures for bidding on state contracts.
- (e) Working with appropriate state, federal, local, and private organizations and business enterprises in disseminating information on bidding procedures and opportunities available to small businesses, microbusinesses, and disabled veteran business enterprises.
- (f) Making recommendations to the department and other state agencies for simplification of specifications and terms in order to increase the opportunities for small business, microbusiness, and disabled veteran business enterprise participation.
- (g) Developing, by regulation, other programs and practices that are reasonably necessary to aid and protect the interest of small businesses, microbusinesses, and disabled veteran business enterprises in contracting with the state.
- (h) Making efforts to develop, in cooperation with associations representing counties, cities, and special districts, a core statewide small business certification application that may be adopted by all participating entities, with any supplemental provisions to be added as necessary by the respective entities.
- (i) The information furnished by each contractor requesting a small business or microbusiness preference shall be under penalty of perjury.

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SENATOR
JIM NIELSEN

FOURTH SENATE DISTRICT

June 15, 2015

The Honorable Richard S. Gordon Chair, Committee on Rules California State Assembly Room 3016, State Capitol Sacramento, California 95814

Dear Mr. Chairman:

I request that the Assembly Committee on Rules approve amendment of an urgency clause into my Senate Bill 159, which pertains to the Disabled Veteran Business Enterprise (DVBE) Program. The urgency clause is necessitated by the following facts:

- California State Auditor Report 2013-115 found that during fiscal year 2012-13, 83 percent of the DVBE contract award amounts went to only 30 DVBE firms and that a lack of standardized reporting by awarding agencies may be distorting accurate assessment of whether the program is meeting the Legislature's intent.
- The Auditor recommended that, in order to ensure accuracy and consistency in reporting requirements, it is necessary for the Legislature to clarify that an awarding department's goal achievement be measured by the overall dollar amount expended each fiscal year. Senate Bill 159 would effect this recommendation.
- 3. Since the DVBE Program comprises a minimum of three percent of all state contracts awarded each fiscal year, and, according to the Department of General Services, that three percent totaled over \$299 million for fiscal year 2013-14, the sheer magnitude of the program necessitates urgency in establishing accurate and consistent reporting across all awarding departments.

Thank you for your consideration of this request. Should your staff have questions regarding the request's substantive matters, please have them contact Wade Teasdale in the Senate Committee on Veterans Affairs at (916) 651-1503 or Mary Grundman in my Capitol Office at (916) 651-4004.

Sincerely,

JIM NIELSEN Senator, 4<sup>th</sup> District

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