2017 SESSION

17103059D **SENATE BILL NO. 1192** 1 2 Senate Amendments in [] — February 7, 2017 3 A BILL to amend and reenact § 2.2-1606 of the Code of Virginia, relating to the Department of Small 4 Business and Supplier Diversity; powers of the Director; out-of-state applicants for certification as a 5 6 small, women-owned, or minority-owned business. 7 Patron Prior to Engrossment-Senator Reeves 8 9 Referred to Committee on General Laws and Technology 10 11 Be it enacted by the General Assembly of Virginia: 1. That § 2.2-1606 of the Code of Virginia is amended and reenacted as follows: 12 13 § 2.2-1606. Powers of Director. 14 As deemed necessary or appropriate to better fulfill the duties of the Department, the Director may: 15 1. With the participation of other state departments and agencies, develop comprehensive plans and specific program goals for small, women-owned, and minority-owned business programs; establish 16 regular performance monitoring and reporting systems to assure that goals of state agencies and 17 institutions are being achieved; and evaluate the impact of federal and state support in achieving 18 19 objectives. 20 2. Employ the necessary personnel or subcontract, according to his discretion, with localities to 21 supplement the functions of business development organizations. 3. Assure the coordinated review of all proposed state training and technical assistance activities in 22 23 direct support of small, women-owned, and minority-owned business programs to ensure consistency with program goals and to avoid duplication. 24 25 4. Convene, for purposes of coordination, meetings of the heads of departments and agencies, or their 26 designees, whose programs and activities may affect or contribute to the purposes of this chapter. 27 5. Convene business leaders, educators, and other representatives of the private sector who are 28 engaged in assisting the development of small, women-owned, and minority-owned business programs or who could contribute to their development for the purpose of proposing, evaluating, or coordinating 29 30 governmental and private activities in furtherance of the objectives of this chapter. 6. Provide the managerial and organizational framework through which joint undertakings with state 31 32 departments or agencies or private organizations can be planned and implemented. 33 7. Recommend appropriate legislative or executive actions. 34 8. Adopt regulations to implement certification programs for small, women-owned, and 35 minority-owned businesses and employment services organizations, which regulations shall be exempt from the Administrative Process Act (§ 2.2-4000 et seq.) pursuant to subdivision B 2 of § 2.2-4002. 36 37 Such certification programs shall allow applications for certification to be submitted by electronic means 38 as authorized by § 59.1-496 and the applicant to affix thereto his electronic signature, as defined in 39 § 59.1-480. Such certification programs shall deny certification to vendors from states that deny like 40 certifications to Virginia-based small, women-owned, or minority-owned businesses and employment 41 services organizations or that provide a preference for small, women-owned, or minority-owned 42 businesses and employment services organizations based in that state that is not available to Virginia-based businesses. The regulations shall (i) establish minimum requirements for certification of 43 44 small, women-owned, and minority-owned businesses and employment services organizations; (ii) provide a process for evaluating existing local, state, private sector, and federal certification programs 45 that meet the minimum requirements; and (iii) mandate certification, without any additional paperwork, 46 47 of any prospective state vendor that has obtained certification under any certification program that is determined to meet the minimum requirements established in the regulations and of any employment **48** services organization that has been approved by the Department for Aging and Rehabilitative Services. 49 50 The regulations shall also require as a prerequisite for approval that any out-of-state business applying for certification in Virginia as a small, women-owned, or minority-owned business have the equivalent 51 certification in the business's state of origin. [An out-of-state business located in a state that does not 52 53 have a small, women-owned, or minority-owned business certification program shall be exempt from the 54 *requirements of this provision.*] 9. Establish an interdepartmental board in accordance with § 2.2-1608 to supply the Director with 55 information useful in promoting minority business activity. 56

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