HB 1017 2013

1 A bill to be entitled

An act relating to state procurement; defining the term "local business"; providing preference for local businesses in state contracting for goods and contractual services, including construction services; providing for applicability; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

- Section 1. (1) As used in this section, the term "local business" means a business entity of which:
- (a) At least 60 percent of the individuals who collectively own the business reside in the state.
- (b) The business's principal place of business has been located in the state for at least 1 year. For purposes of this subsection, the term "principal place of business" means a fully operational office at which the majority of the business's employees and principals are located.
- (c) At least 60 percent of the business's employees reside in the state at the time of contract award.
- (2) (a) Every state procurement shall be evaluated before advertisement to determine whether a local preference is appropriate. The factors to be considered in such evaluation include, but are not limited to, the availability of local businesses to provide the goods or contractual services, including construction services.
  - (b) When the state makes a procurement for goods or

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contractual services, including construction services, and identifies an opportunity to afford a local preference, the state shall give preference to a local business as follows:

- 1. In a low bid procurement, when a business that is not a local business is the lowest responsive bidder and the bid of a local businesses is no more than 10 percent above the lowest bid or, in the alternative the actual dollar bid is no more than the established dollar threshold for that particular procurement above the lowest bid, preference shall be given to the local business by offering the local business and the nonlocal business that was the lowest responsive bidder an opportunity to submit a best and final bid equal to or lower than the amount of the lowest bid.
- 2. The contract award shall be made to the bidder submitting the lowest best and final bid. In the case of a tie in the best and final bid between the local business and the nonlocal business, the contract award shall be made to the local business.
- (3) A business that intentionally misrepresents its qualifications as a local business in a proposal or bid submitted to the state shall lose the privilege to claim local preference status for a period of 2 years.
  - (4) This section does not apply to a procurement if:
  - (a) Such preference is prohibited by law.
  - (b) The procurement is designated for small business.
  - (c) It is an emergency procurement.
  - (d) It is a sole source procurement.
- Section 2. This act shall take effect July 1, 2013.

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