A bill to be entitled

An act relating to preference in award of governmental contracts; creating s. 255.0991, F.S., and amending ss. 283.35 and 287.084, F.S.; providing preference in awarding competitive bid contracts to certain businesses for construction services, printing services, and goods and contractual services; providing definitions; providing for applicability; providing an effective date.

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

Section 1. Section 255.0991, Florida Statutes, is created to read:

255.0991 Preference to Florida businesses.-

- (1) (a) When a business that is not a local business is the lowest responsive bidder and the bid of a local business 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 competitive solicitation above the lowest bid, an agency, university, college, school district, or other political subdivision shall grant a preference 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.
- (b) The contract award shall be made to the bidder submitting the lowest best and final bid. In the case of a tie

Page 1 of 8

in the best and final bid between the local business and the nonlocal business, the contract award shall be made to the local business.

- (2) A business that intentionally misrepresents its qualifications as a local business in a proposal or bid submitted to an agency, university, college, school district, or other political subdivision shall lose the privilege to claim local preference status for a period of 2 years.
- (3) This section does not apply to a competitive solicitation if:

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- (a) Such preference is prohibited by law.
- (b) The competitive solicitation is designated for small business.
- (c) The competitive solicitation requires emergency action.
 - (d) It is available only from a single source.
 - (4) As used in this section, the term:
 - (a) "Local business" means a business entity of which:
- 1. The business's principal place of business has been located in the state for at least 1 year.
- 2. At least 60 percent of the business's employees reside in the state at the time of contract award.
- (b) "Principal place of business" means a fully operational office at which the majority of the business's employees and principals are located.
- (5) This section does not apply to transportation projects which are funded, in whole or in part, by federal aid funds.
 - Section 2. Section 283.35, Florida Statutes, is amended to

Page 2 of 8

read:

283.35 Preference given printing within the state.—When awarding a contract to have materials printed, the agency, university, college, school district, or other political subdivision of this state awarding the contract shall grant a preference to the lowest responsible and responsive vendor having a principal place of business within this state <u>in</u> accordance with subsection (1) or subsection (2).

- (1) The preference shall be 5 percent if the lowest bid is submitted by a vendor whose principal place of business is located outside the state and if the printing can be performed in this state at a level of quality comparable to that obtainable from the vendor submitting the lowest bid located outside the state. As used in this <u>subsection</u> section, the term "other political subdivision of this state" does not include counties or municipalities.
- (2) (a) 1. When a business that is not a local business is the lowest responsive bidder and the bid of a local business 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 competitive solicitation above the lowest bid, an agency, university, college, school district, or other political subdivision shall grant a preference 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

Page 3 of 8

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.

- (b) A business that intentionally misrepresents its qualifications as a local business in a proposal or bid submitted to an agency, university, college, school district, or other political subdivision shall lose the privilege to claim local preference status for a period of 2 years.
- (c) This subsection does not apply to a competitive solicitation if:
 - 1. Such preference is prohibited by law.

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- $\underline{\text{2. The competitive solicitation is designated for small}}\\ \text{business.}$
 - 3. The competitive solicitation requires emergency action.
 - 4. It is available only from a single source.
 - (d) As used in this subsection, the term:
 - 1. "Local business" means a business entity of which:
- a. The business's principal place of business has been located in the state for at least 1 year.
- b. At least 60 percent of the business's employees reside in the state at the time of contract award.
- 2. "Principal place of business" means a fully operational office at which the majority of the business's employees and principals are located.
- Section 3. Section 287.084, Florida Statutes, is amended to read:
- 112 287.084 Preference to Florida businesses.-

Page 4 of 8

(1) (a) When an agency, university, college, school district, or other political subdivision of the state is required to make purchases of personal property through competitive solicitation and the lowest responsible and responsive bid, proposal, or reply is by a vendor whose principal place of business is in another a state or political subdivision thereof, the agency, university, college, school district, or other political subdivision must grant a preference for the purchase of such personal property to the lowest responsible and responsive vendor having a principal place of business in this state in accordance with subsection (2) or subsection (3).

(2) (a) If the lowest responsible and responsive bid, proposal, or reply is by a vendor whose principal place of business is a state or political subdivision which grants a preference for the purchase of such personal property to a person whose principal place of business is in such state, then the agency, university, college, school district, or other political subdivision of this state shall award a preference to the lowest responsible and responsive vendor having a principal place of business within this state, which preference is equal to the preference granted by the state or political subdivision thereof in which the lowest responsible and responsive vendor has its principal place of business. In a competitive solicitation in which the lowest bid is submitted by a vendor whose principal place of business is located outside the state and that state does not grant a preference in competitive

solicitation to vendors having a principal place of business in that state, the preference to the lowest responsible and responsive vendor having a principal place of business in this state shall be 5 percent.

(b) Paragraph (a) does not apply to transportation projects for which federal aid funds are available.

- (c) As used in this section, the term "other political subdivision of this state" does not include counties or municipalities.
- (b) (2) A vendor whose principal place of business is outside this state must accompany any written bid, proposal, or reply documents with a written opinion of an attorney at law licensed to practice law in that foreign state, as to the preferences, if any or none, granted by the law of that state to its own business entities whose principal places of business are in that foreign state in the letting of any or all public contracts.
- (c) This subsection does not apply to transportation projects which are funded, in whole or in part, by federal aid funds.
- (d) As used in this subsection, the term "other political subdivision of this state" does not include counties or municipalities.
- (3) (a) 1. When a business that is not a local business is the lowest responsive bidder and the bid of a local business 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 competitive solicitation

Page 6 of 8

above the lowest bid, an agency, university, college, school district, or other political subdivision shall grant a preference 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.

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- 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.
- (b) A business that intentionally misrepresents its qualifications as a local business in a proposal or bid submitted to an agency, university, college, school district, or other political subdivision shall lose the privilege to claim local preference status for a period of 2 years.
- (c) This subsection does not apply to a competitive solicitation if:
 - 1. Such preference is prohibited by law.
- 2. The competitive solicitation is designated for small business.
 - 3. The competitive solicitation requires emergency action.
 - 4. It is available only from a single source.
- 192 (d) This subsection does not apply to transportation
 193 projects which are funded, in whole or in part, by federal aid
 194 funds.
 - (e) As used in this subsection, the term:
- 196 1. "Local business" means a business entity of which:

Page 7 of 8

a. The business's principal place of business has been located in the state for at least 1 year.

- b. At least 60 percent of the business's employees reside in the state at the time of contract award.
- 2. "Principal place of business" means a fully operational office at which the majority of the business's employees and principals are located.
- (4)(3)(a) A vendor whose principal place of business is in this state may not be precluded from being an authorized reseller of information technology commodities of a state contractor as long as the vendor demonstrates that it employs an internationally recognized quality management system, such as ISO 9001 or its equivalent, and provides a warranty on the information technology commodities which is, at a minimum, of equal scope and length as that of the contract.
- (b) This subsection applies to any renewal of any state contract executed on or after July 1, 2012.
- 214 Section 4. This act shall take effect July 1, 2013.