

General Assembly

Raised Bill No. 344

February Session, 2022

LCO No. 2642



Referred to Committee on VETERANS' AFFAIRS

Introduced by: (VA)

AN ACT CONCERNING STATE CONTRACTING PRICE PREFERENCES FOR VETERAN-OWNED BUSINESSES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsection (c) of section 4a-59 of the 2022 supplement to
- 2 the general statutes is repealed and the following is substituted in lieu
- 3 thereof (*Effective October 1, 2022*):
- 4 (c) (1) All open market orders or contracts shall be awarded to [(1)]
- 5 (A) the lowest responsible qualified bidder, the qualities of the articles
- 6 to be supplied, their conformity with the specifications, their suitability
- 7 to the requirements of the state government and the delivery terms
- 8 being taken into consideration and, at the discretion of the
- 9 Commissioner of Administrative Services, life-cycle costs and trade-in
- or resale value of the articles may be considered where it appears to be
- in the best interest of the state, [(2)] (B) the highest scoring bidder in a
- multiple criteria bid, in accordance with the criteria set forth in the bid
- solicitation for the contract, or [(3)] (C) the proposer whose proposal is
- deemed by the awarding authority to be the most advantageous to the
- 15 state, in accordance with the criteria set forth in the request for

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16 proposals, including price and evaluation factors.

- (2) Notwithstanding any provision of the general statutes, [to the contrary,] each state agency awarding a contract through competitive negotiation shall include price as an explicit factor in the criteria in the request for proposals and for the contract award. In considering past performance of a bidder for the purpose of determining the "lowest responsible qualified bidder" or the "highest scoring bidder in a multiple criteria bid", the commissioner shall evaluate the skill, ability and integrity of the bidder in terms of the bidder's fulfillment of past contract obligations and the bidder's experience or lack of experience in delivering supplies, materials, equipment or contractual services of the size or amount for which bids have been solicited.
- 28 (3) In determining the lowest responsible qualified bidder for the purposes of this section, the commissioner may give a price preference of up to ten per cent for:
 - (A) [the] <u>The</u> purchase of goods made with recycled materials or the purchase of recyclable or remanufactured products if the commissioner determines that such preference would promote recycling or remanufacturing. As used in this subsection, (i) "recyclable" means able to be collected, separated or otherwise recovered from the solid waste stream for reuse, or for use in the manufacture or assembly of another package or product, by means of a recycling program [which] <u>that</u> is reasonably available to at least seventy-five per cent of the state's population, (ii) "remanufactured" means restored to its original function and thereby diverted from the solid waste stream by retaining the bulk of components that have been used at least once and by replacing consumable components, and (iii) "remanufacturing" means any process by which a product is remanufactured;
- 44 (B) [the] <u>The</u> purchase of motor vehicles powered by a clean 45 alternative fuel;
 - (C) [the] <u>The</u> purchase of motor vehicles powered by fuel other than a clean alternative fuel and conversion equipment to convert such motor

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48 vehicles allowing the vehicles to be powered by either the exclusive use 49 of clean alternative fuel or dual use of a clean alternative fuel and a fuel 50 other than a clean alternative fuel. As used in this subsection, "clean alternative fuel" means natural gas, electricity, hydrogen or propane 52 when used as a motor vehicle fuel; [or]

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- (D) [the] The purchase of goods or services from a micro business. As used in this subsection, "micro business" means a business with gross revenues not exceeding three million dollars in the most recently completed fiscal year; or
- 57 (E) The purchase of goods or services from a veteran-owned business, 58 except that, in the case of a veteran-owned micro business, the 59 commissioner may give a price preference of up to fifteen per cent. As 60 used in this subsection, ["micro business" means a business with gross 61 revenues not exceeding three million dollars in the most recently 62 completed fiscal year, (i) "veteran-owned business" means a business 63 of which at least fifty-one per cent of the ownership is held by one or more veterans, (ii) "veteran-owned micro business" means a micro 64 65 business of which at least fifty-one per cent of the ownership is held by one or more veterans, and (iii) "veteran" has the same meaning as 67 provided in section 27-103.
 - (4) All other factors being equal, preference shall be given to supplies, materials and equipment produced, assembled or manufactured in the state and services originating and provided in the state.
 - (5) (A) Except with regard to contracts that may be paid for with United States Department of Transportation funds, if any such bidder refuses to accept, within ten days, a contract awarded to such bidder, such contract may be awarded to the next lowest responsible qualified bidder or the next highest scoring bidder in a multiple criteria bid, whichever is applicable, and so on until such contract is awarded and accepted.
 - (B) Except with regard to contracts that may be paid for with United States Department of Transportation funds, if any such proposer refuses

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(6) There shall be a written evaluation made of each bid. This evaluation shall identify the vendors and their respective costs and prices, document the reason why any vendor is deemed to be nonresponsive and recommend a vendor for award. A contract valued at one million dollars or more shall be awarded to a bidder other than the lowest responsible qualified bidder or the highest scoring bidder in a multiple criteria bid, whichever is applicable, only with written approval signed by the Commissioner of Administrative Services and by the Comptroller. The commissioner shall post on the department's Internet web site all awards made pursuant to the provisions of this section.

This act shall take effect as follows and shall amend the following sections:			
Section 1	October 1, 2022	4a-59(c)	

Statement of Purpose:

To provide a price preference of ten per cent for the purchase of goods or services from veteran-owned businesses when determining the lowest responsible qualified bidder in state contracting.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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