HOUSE No. 2738

The Commonwealth of Massachusetts

PRESENTED BY:

Gloria L. Fox and Russell E. Holmes

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to the fair participation of minority and women-owned businesses on public construction projects.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
Gloria L. Fox	7th Suffolk
Russell E. Holmes	6th Suffolk
Byron Rushing	9th Suffolk
Tom Sannicandro	7th Middlesex
Evandro C. Carvalho	5th Suffolk
Carlos Gonzalez	10th Hampden

HOUSE No. 2738

By Representatives Fox of Boston and Holmes of Boston, a petition (accompanied by bill, House, No. 2738) of Gloria L. Fox and others relative to the participation of minority and women-owned businesses on public construction projects. State Administration and Regulatory Oversight.

The Commonwealth of Massachusetts

In the One Hundred and Eighty-Ninth General Court (2015-2016)

An Act relative to the fair participation of minority and women-owned businesses on public construction projects.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- SECTION 1. Section 6 of Chapter 7C of the Massachusetts General Laws is hereby
- 2 amended by adding the following new subsection:-
- 3 (h $\frac{1}{2}$) The provisions of this section shall only apply to filed sub-bids procured under
- 4 section 44F of chapter 149 and trade contractor bids procured under section 8(a) of chapter
- 5 149A. For purposes of this section "applicable projects" shall mean any project procured by the
- 6 division of capital asset management and maintenance, the Massachusetts State College Building
- 7 Authority, the University of Massachusetts Building Authority, and the Massachusetts Port
- 8 Authority under sections 44A-J of chapter 149 or sections 1-12 of chapter 149A and any state
- 9 assisted building project with an overall estimated cost of \$5,000.000 or more and the provisions
- 10 of this section shall apply only to such filed sub-bid or CM at Risk trade packages. On
- 11 applicable projects only, the awarding authority may establish minority owned business
- 12 enterprise and women owned business enterprise participation goals for any of the filed sub-bid

classes of work under section 44F of chapter 149 and for any of the trade contractor classes of work under section 8(a) of chapter 149A. The total minority owned business enterprise and for 14 women owned business enterprise participation goal set by the awarding authority for a 15 particular class of work shall not exceed 10 percent of the value of the filed sub-bid or trade 16 contractor work. Notwithstanding any general law or contractual provision to the contrary, on 17 18 applicable projects filed sub-bidders and trade contractors in the classes of work listed in section 44F of chapter 149 and referenced in section 8 of chapter 149 respectively shall be permitted to 19 meet the minority owned business enterprise and women owned business enterprise 20 21 participation goals by subcontracting out portions of the trade contractor work which the subbidder or trade contractor is otherwise required by law to perform with employees on its own 22 23 payroll and/or portions of the trade work which is customarily performed by sub-trade 24 subcontractors within the trade. Provided, the total value of the trade work which the filed subbidder or trade contractor is required by law to self-perform which the filed sub-bidder or trade 25 26 contractor subcontracts out to meet the minority owned business enterprise and women owned business enterprise participation goal shall not exceed such goal by more than an additional 10 27 percent of the value of the filed sub-bidder or trade contractor's work. The commissioner shall 28 29 establish a good faith pre bid and post bid/pre-award waiver process for filed sub-bidders and 30 trade contractors requesting a reduction or waiver of a participation goal.

- SECTION 2. Section 44F, subsection (1) (a) of Chapter 149 of the Massachusetts
 General Laws is hereby amended by inserting after the third sentence in the first paragraph, the
 following new sentence:-
- Provided however, that a sub-bidder may subcontract out portions of its work in order to meet MBE/WBE goals set on Division of Capital Asset Management and Maintenance,

- 36 Massachusetts State College Building Authority, University of Massachusetts Building
- 37 Authority, and Massachusetts Port Authority projects and on any state assisted project as set
- 38 forth in section 6(h1/2), of chapter 7C.
- 39 SECTION 3. Section 8, subsection (g) (6) of Chapter 149A of the Massachusetts General
- 40 Laws is hereby amended by adding at the end thereof the following new sentence:-
- Provided however, that a trade contractor may subcontract out portions of its work in
- 42 order to meet MBE/WBE goals set on Division of Capital Asset Management and Maintenance,
- 43 Massachusetts State College Building Authority, University of Massachusetts Building
- 44 Authority, and Massachusetts Port Authority projects and on any state assisted project as set
- forth in section 6(h1/2) of chapter 7C.