SENATE AMENDMENTS TO A-ENGROSSED HOUSE BILL 2716 (INCLUDING AMENDMENTS TO RESOLVE CONFLICTS)

By COMMITTEE ON WORKFORCE

May 26

1 On <u>page 1</u> of the printed A-engrossed bill, line 3, after "200.065" insert "and sections 4 and 5, 2 chapter ____, Oregon Laws 2015 (Enrolled Senate Bill 584)".

3 On page 3, line 16, before "contracting" insert "public".

4 In line 18, before "contracting" insert "public".

5 In line 20, before "contracting" insert "public".

6 After line 21, insert:

⁷ "<u>SECTION 6.</u> If Senate Bill 584 becomes law, section 3 of this 2015 Act (amending ORS
200.065) is repealed and ORS 200.065, as amended by section 2, chapter ____, Oregon Laws 2015
⁹ (Enrolled Senate Bill 584), is amended to read:

10 "200.065. (1) A person may not fraudulently obtain or retain, attempt to obtain or retain or aid 11 another person to fraudulently obtain or retain or attempt to obtain or retain certification as a 12 disadvantaged, minority, women or emerging small business enterprise.

"(2) A person may not knowingly make a false claim that any person is qualified for certification or is certified under ORS 200.055 for the purpose of [gaining] obtaining a public contract or subcontract or other benefit.

"(3) An affected public contracting agency may withhold payment, may suspend or terminate a 16 public contract and may impose on any person a civil penalty that does not [to] exceed 10 percent 17of the contract or subcontract price or \$5,000, whichever is less, for each violation of subsection (1) 18 or (2) of this section. The person shall pay the penalty to the affected public contracting 19 agency. If the affected public contracting agency does not impose a civil penalty on the per-20son under this subsection, the Oregon Business Development Department may independently 2122impose a civil penalty that does not exceed \$5,000 for each violation of subsection (1) or (2) of this section. The person shall pay a penalty that the department imposes to the Office for 2324 Minority, Women and Emerging Small Business.

"(4) The [Oregon Business Development] department or an affected public contracting agency 2526shall investigate [any complaint that a person has violated] violations of subsection (1) or (2) of this section. In investigating a [complaint] violation, the department or [an] the affected public con-2728 tracting agency may require any additional information, administer oaths, take depositions and issue 29 subpoenas to compel witnesses to attend and [to produce] compel the production of books, papers, 30 records, memoranda or other information necessary to carry out the department's or the affected 31public contracting agency's duties. If a person fails to comply with any subpoena the department 32or the affected public contracting agency issues under this subsection or refuses to testify on any 33 matter on which a person may lawfully be interrogated, the department or the affected public contracting agency shall follow the procedure provided in ORS 183.440 to compel compliance. 34

1 "(5) The department or an affected public contracting agency may disqualify any person that 2 under oath during the course of an investigation admits to violating subsection (1) or (2) of this 3 section, or that the department or the affected public contracting agency finds to have violated 4 subsection (1) or (2) of this section, from submitting a bid or proposal for, or receiving an award of, 5 a public contract for a period of not more than three years. Any public contracting agency that has 6 notice of the finding of the fraudulent certification may also disqualify the person from bidding on 7 or participating in any public contract.

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"SECTION 7. If Senate Bill 584 becomes law, section 4 of this 2015 Act is amended to read:

9 "Sec. 4. Section 2 of this 2015 Act and the amendments to ORS 200.065 by section [3] 6 of this 10 2015 Act apply to public contracts that a contracting agency advertises or otherwise solicits or, if 11 the contracting agency does not advertise or otherwise solicit the public contract, to public con-12 tracts into which the public contracting agency enters on or after the operative date specified in 13 section 5 of this 2015 Act.

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"SECTION 8. If Senate Bill 584 becomes law, section 5 of this 2015 Act is amended to read:

"Sec. 5. (1) Section 2 of this 2015 Act and the amendments to ORS 200.065 by section [3] 6 of
this 2015 Act become operative on January 1, 2016.

17"(2) The Director of the Oregon Business Development Department, the Director of the Oregon 18 Department of Administrative Services, the Director of Transportation, the Attorney General and 19 a public contracting agency that adopts rules under ORS 279A.065 may take any action before the 20operative date specified in subsection (1) of this section that is necessary to enable the director, the 21Attorney General or the public contracting agency to exercise, on and after the operative date 22specified in subsection (1) of this section, all of the duties, functions and powers conferred on the 23director, the Attorney General or the public contracting agency by section 2 of this 2015 Act and the amendments to ORS 200.065 by section [3] 6 of this 2015 Act. 24

25 "<u>SECTION 9.</u> If Senate Bill 584 becomes law, section 4, chapter ____, Oregon Laws 2015 (En 26 rolled Senate Bill 584), is amended to read:

"Sec. 4. The amendments to ORS 200.055[, 200.065] and 200.075 by sections 1 [to] and 3 [of this
 2015 Act], chapter _____, Oregon Laws 2015 (Enrolled Senate Bill 584), apply to:

"(1) Public contracts that a public contracting agency advertises or solicits or, if the public contracting agency does not advertise or otherwise solicit the public contract, a public contract into which the public contracting agency enters on or after the operative date specified in section 5 [of this 2015 Act], chapter _____, Oregon Laws 2015 (Enrolled Senate Bill 584);

"(2) Decisions that the Oregon Business Development Department makes on and after the oper ative date specified in section 5 [of this 2015 Act], chapter _____, Oregon Laws 2015 (Enrolled
 Senate Bill 584), to approve, deny, revoke, suspend or refuse to renew a certification as a disad vantaged, minority, women or emerging small business enterprise;

"(3) Investigations that the department or a public contracting agency conducts on or after the
operative date specified in section 5 [of this 2015 Act], chapter _____, Oregon Laws 2015 (Enrolled Senate Bill 584); and

"(4) A public contracting agency's decision on or after the operative date specified in section 5
[of this 2015 Act], chapter_____, Oregon Laws 2015 (Enrolled Senate Bill 584), to suspend a
business enterprise's right to submit a bid or proposal for a public contract.

43 "<u>SECTION 10.</u> If Senate Bill 584 becomes law, section 5, chapter ____, Oregon Laws 2015 (En44 rolled Senate Bill 584), is amended to read:

45 "Sec. 5. (1) The amendments to ORS 200.055[, 200.065] and 200.075 by sections 1 [to] and 3 [of

1 this 2015 Act], chapter _____, Oregon Laws 2015 (Enrolled Senate Bill 584), become operative

2 on January 1, 2016.

3 "(2) The Director of the Oregon Business Development Department and a public contracting agency that adopts rules under ORS 279A.065 may take any action before the operative date speci-4 fied in subsection (1) of this section that is necessary to enable the director or the public contract-5 6 ing agency to exercise, on and after the operative date specified in subsection (1) of this section, 7 all of the duties, functions and powers conferred on the director or the public contracting agency by the amendments to ORS 200.055[, 200.065] and 200.075 by sections 1 [to] and 3 [of this 2015 8 9 Act], chapter _____, Oregon Laws 2015 (Enrolled Senate Bill 584).". In line 22, delete "6" and insert "11". 10

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