

Introduced by Senator Hueso

February 20, 2014

An act to amend Section 4532 of the Government Code, relating to public contracts.

LEGISLATIVE COUNSEL'S DIGEST

SB 1187, as introduced, Hueso. Public contracts: Target Area Contract Preference Act.

The Target Area Contract Preference Act encourages and facilitates job maintenance and job development in distressed and declining areas of cities and towns in the state. This act defines various terms for the purpose of this act.

This bill would make technical, nonsubstantive changes to that provision.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 4532 of the Government Code is amended
- 2 to read:
- 3 4532. As used in this chapter:
- 4 (a) "Block group" means the smallest area for which the United
- 5 States Department of Commerce, Bureau of the Census provides
- 6 data on personal income.
- 7 (b) "Urbanized area" means a central city or cities and
- 8 surrounding closely settled territory, as defined by the United
- 9 States Department of Commerce, Bureau of the Census in the

1 Federal Register, Vol. 39, Number 85, for Wednesday, May 1,
2 1974, at pages 15202–15203, and as periodically updated.

3 (c) “Cluster of block groups” means one or more contiguous
4 block groups.

5 (d) “Distressed” means an urbanized area, within the State of
6 California and as identified by the Office of Planning and Research,
7 which contains at least 3,000 people in a cluster of block groups,
8 each of which meet at least five of the following criteria according
9 to the most recent available census information compared to the
10 last statewide census:

11 (1) The percentage of the block group’s population over ~~age 25~~
12 *25 years of age* with less than a high school education was within
13 the upper quartile of all block groups.

14 (2) The unemployment rate of the block group was within the
15 upper quartile of all block groups.

16 (3) The per capita income of the block group was within the
17 lower quartile of all block groups.

18 (4) The percentage of the block group’s households which were
19 female-headed households in poverty with children present was
20 within the upper quartile of all block groups.

21 (5) The percentage of the block group’s population over 65
22 *years of age* who were in poverty was within the upper quartile of
23 all block groups.

24 (6) The percentage of the block group’s households with more
25 than 1.01 persons per room was within the upper quartile of all
26 block groups.

27 (7) The percentage of the block group’s population younger
28 than 18 *years of age* who were in poverty was within the upper
29 quartile of all block groups.

30 (8) The percentage of the block group’s population who were
31 nonwhite or ~~hispanic~~ *Hispanic* was within the upper quartile of all
32 block groups.

33 (e) “Approved special census” means a special census approved
34 by the Population Research Unit of the Department of Finance.

35 (f) “Person with a high risk of unemployment” means a person
36 who:

37 (1) As a member of one of the eligible groups defined in Section
38 321 of Public Law 95-600, qualifies an employer who hires him
39 or her for the Targeted Jobs Tax Credit. These groups are:
40 economically disadvantaged youth, economically disadvantaged

1 Vietnam-era veterans, economically disadvantaged ex-convicts,
2 vocational rehabilitation referrals, youth participating in a qualified
3 cooperative education program, recipients of supplemental security
4 income benefits under Title XVI of the Social Security Act, and
5 general assistance recipients.

6 (2) Would have qualified an employer hiring him or her for the
7 Work Incentive/Welfare Tax Credit authorized by Section 322 of
8 Public Law 95-600. These persons include applicants and recipients
9 of aid to families with dependent children who would have
10 registered for the Work Incentive Program, and aid to families
11 with dependent children recipients who have been receiving welfare
12 for at least 90 days.

13 (g) “Poverty” means the poverty level, as defined by the United
14 States Department of Commerce, Bureau of the Census in the
15 Federal Register, Volume 43, Number 87, for Thursday, May 4,
16 1978, at pages 19260–19269, and as periodically updated.

17 (h) ~~“California-based”~~ “*California-based* company” means either
18 of the following:

19 (1) A business or corporation whose principal office is located
20 in California, and the owners, or officers if the entity is a
21 corporation, are domiciled in California.

22 (2) A business or corporation that has a major office or
23 manufacturing facility located in California and that has been
24 licensed by the state on a continuous basis to conduct business
25 within the state and has continuously employed California residents
26 for work within the state during the three years prior to submitting
27 a bid or proposal for a state contract.

28 (i) “Worksite” means either of the following:

29 (1) A business located within a distressed area.

30 (2) A business located in directly adjoining census tract blocks
31 that when attached to the distressed area forms a contiguous
32 boundary. A company that intends to perform the work at a
33 worksite described in this paragraph shall submit a map with the
34 bid or proposal identifying where the worksite is located.