Introduced by Council Member K. Brown and Co-Sponsored by Council Members Crescimbeni, Brosche, Dennis, Bowman, Newby and R. Gaffney, and Amended by the Finance Committee:

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AN ORDINANCE AMENDING CHAPTER 126 (PROCUREMENT

ORDINANCE 2017-288-E

CODE), PART 6A (SMALL BUSINESS CAPITAL, BONDING, AND OUTREACH PROGRAM), SECTION 126.601 (CREATION OF BOND ENHANCEMENT SECTION 126.603 (CONTINUING PROGRAM), EDUCATION AND MENTORING PROGRAMS), AND SECTION 126.606 (COLLECTING DATA TO EVALUATE PROGRAM), ORDINANCE CODE; AMENDING CHAPTER 126 CODE), PART 6B (PROCUREMENT (JACKSONVILLE SMALL EMERGING BUSINESS PROGRAM), SECTION 126.608 (JACKSONVILLE SMALL EMERGING BUSINESSES DEFINED), ORDINANCE CODE; PROVDING FOR JSEB APPLICATION FEE RECOMMENDATION BY THE JSEB MONITORING COMMITTEE; PROVIDING FOR CURRENT CERTIFIED JSEB CONTRACTORS NUMBER OF YEARS IN THE PROGRAM TO BE RESTARTED UPON RENEWAL; PROVIDING FOR THE CHIEF OF PROCUREMENT TO REPORT ON THE EFFECTIVENESS OF TRAINING PROGRAMS; JSEB PROVIDING FOR CODIFICATION INSTRUCTIONS; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Jacksonville ("City") determined in 2004 that growing Jacksonville Small and Emerging Businesses ("JSEBs") was beneficial to the City and its individual residents; and

WHEREAS, to that end, the City devised the Jacksonville Small

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Emerging Business Program (the "Program") to address several concerns that were found to impede the growth of small businesses, including bonding issues, access to capital, training, city procurement barriers, and lack of resources for growth; and

WHEREAS, the City desires to further improve certain aspects of the Program related to the personal net worth threshold requirements, and the JSEB Monitoring Committee composition, to better assist JSEBs in growing and graduating from the Program; now therefore

BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Recitals. The Recitals above are true and correct and incorporated by this reference.

Section 2. Amending Chapter 126 (Procurement Code), Part 6A (Small Business Capital, Bonding, and Outreach Program), Section 126.603 (Continuing Education and Mentoring Programs), and Section 126.606 (Collecting data to evaluate the Program), Ordinance Code. Chapter 126 (Procurement Code), Part 6A (Small Business Capital, Bonding, and Outreach Program), Section 126.603 (Continuing Education and Mentoring Programs), and Section 126.606 (Collecting data to evaluate the Program), Ordinance Code, are hereby amended to read as follows:

CHAPTER 126. PROCUREMENT CODE

. . .

PART 6A. SMALL BUSINESS CAPITAL, BONDING AND OUTREACH PROGRAM * * *

Sec. 126.603. - Continuing Education and Mentoring Programs.

(a) The City shall engage the Florida State College at Jacksonville (FSCJ) and Edward Waters College and other educational institutions to advise and implement continuing education, training and mentoring programs, including but not limited to training on doing business with the City, subcontracting documentation requirements,

accounting for the small business, and related matters construction related contractors and subcontractors, including technology, bidding, and bonding, and project management. The UNF Small Business Development Center ("UNF/SBDC") and the SBCG shall provide non-construction related small emerging businesses with continuing education and training and mentoring programs, including key management issues such as cash-flow management, business planning, marketing, accounting, and record keeping, resources management, and other related business development education. FSCJ and Edward Waters College shall hold an initial summit, to inventory existing programs, which provide continuing education, apprentice or mentoring programs and to hear from the community and experts on what further programs or educational assistance may be needed. Thereafter, FSCJ and Edward Waters College shall hold a small business program workshop, to design and suggest the requisite needs, including the formation of a scholarship program for assistance to JSEBs. Funds appropriated for these activities are inclusive of scholarships. Annually, the City's Equal Business Opportunity Office shall survey certified JSEBs on a survey form approved by the JSEB Monitoring Committee to ascertain what education, training and mentoring programs JSEBs need most. The City's Equal Business Opportunity Office shall consider such survey results in determining which education, training and mentoring programs to pursue under this Section.

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(c) Subject to availability of funds, the continuing education and mentoring programs required by this Section shall be funded at a

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Sec. 126.606. - <u>JSEB Monitoring Committee;</u> Collecting data to evaluate the Program.

minimum of \$200,000 or greater.

(a) There is established a seven-member JSEB Monitoring Committee, to annually review the status of the goals of this Program, including the number and dollar value of contracts awarded, the training, capital, and bonding programs, and difficulties or accomplishments of the Program, along with a comparison of the achievements under the Program compared with the goals. The Committee shall also annually review the (i) maximum threshold amounts for personal net worth and averaged annual gross receipts referenced in Section 126.608(c)(2), and (ii) limitation on the number of program participation years in Section 126.608(9) to determine if such amounts and limitation on the number of years are appropriate for the Program. Based on the Committee's Program review, the Committee may recommend to the City Council for consideration amendments to the Program, including but not limited to, the Program goals, training, access to capital, bonding, certification requirements, maximum threshold amounts in Section 126.608(c)(2) and the limitation on the number of program participation years in Section 126.608(9). This Committee shall meet quarterly with the Director quarterly, who shall then generate a quarterly report for the Mayor and Council with a copy to the CAO and the Council no later than 14 days after each quarterly meeting. The Mayor shall appoint three members of the Committee, and the City Council shall appoint two four members. The Committee shall be comprised of two non-JSEB contractors, one appointed by each of the Mayor and one appointed by the Council, two certified JSEB contractors, one appointed by the Mayor and one appointed by the Council, and one two private citizens, one appointed by the Mayor, and one appointed by the Council, and one representative from the Northeast Florida Builders Association, Inc, or similar trade association, appointed by each of the Mayor and the Council, for three-year staggered terms. The two non-JSEB contractor members

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1 must have a current contract with the City or have had a contract 2 with the City in the past. The Mayor shall appoint a Chair and the Chair shall serve until such a time as another Chair shall be 3 4 5 6 7

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appointed by the Mayor. The Mayor and Council shall strive to reflect the diversity of Duval County in its appointments; each of the five seven members shall be confirmed by Council. The JSEB Monitoring Committee shall be governed by Chapter 50 (Boards and Commissions). Section 3. Amending Chapter 126 (Procurement Code), Part 6B

(Jacksonville Small Emerging Business Program), Section 126.608 (Jacksonville Small Emerging Businesses defined), Ordinance Code. 126 (Procurement Code), Part 6B (Jacksonville Emerging Business Program), Section 126.608 (Jacksonville Small Emerging Businesses defined), Ordinance Code, is hereby amended to read as follows:

CHAPTER 126. PROCUREMENT CODE

PART 6B. JACKSONVILLE SMALL EMERGING BUSINESS PROGRAM

Sec. 126.608. - Jacksonville Small Emerging Businesses defined.

- (c) To be certified as a JSEB, an individual owner must meet the following criteria:
- (1) Reside currently in Duval County for a minimum of one year twelve consecutive month period immediately preceding prior to the
- JSEB application date; or have an established business
- headquartered for a minimum of three years in Jacksonville Duval
- 28 County $_{T}$ and reside in Duval, St. Johns, Nassau, Baker, or Clay
 - County for one year total within the five County area;
 - Have a personal net worth less than $\frac{$650,000}{}$ \$1,325,000, (2) excluding personal residence, including but not limited to business

value and assets (measured as book value), ownership in other businesses and all other assets personally owned, held in trust for the individual owner's benefit, or held by a spouse; provided, however, that, notwithstanding personal net worth, certification hereunder shall require that annual gross receipts, averaged over the immediately preceding three-year period, not exceed \$6,000,000 \$12,000,000. ThisThe averaged annual gross receipts and personal net worth maximum threshold amounts shall be subject to annual analysis by the JSEB Administrator and reviewed by the JSEB Monitoring Committee pursuant to Section 126.606, who may recommend to the City Council Committee responsible for Audit review for consideration by the City Council an amount that may be more appropriate;

(3) Have not been in the program for a total of more than 13 nine

(9) years from the date of the JSEB's first contract as a prime contractor of the City or as a subcontractor retained by a prime contractor of the City, whichever is earlier, provided, however, that participation may be increased by two one-year periods for good cause as determined by the Chief;

* * *

(8) not be a front, a broker, or a pass-through, which for purposes of this subsection (c)(8) means a JSEB that is not registered as a supplier or distributor through the Florida Department of Revenue;

* * *

Section 4. JSEB Application Fee. The JSEB Monitoring Committee shall review the feasibility of a JSEB application fee for the purpose of funding the JSEB Program administration costs. Legislation shall be proposed by the JSEB Monitoring Committee within months of the date of enactment of this bill specifying the manner in which such a fee shall be levied and collected.

Section 5. Number of Years in the Program to be Restarted for Current Certified JSEB Contractors Upon Renewal. The number of participation years in the Program for all currently certified JSEB Contractors shall be restarted at zero upon renewal of a JSEB's certification provided that such JSEB is otherwise in compliance with Program requirements.

Section 6. Chief of Procurement to report on effectiveness of JSEB training programs. The Chief of Procurement, in consultation with the JSEB Monitoring Committee, within three (3) months from the effective date of this ordinance shall report to the Council on the effectiveness of the JSEB training programs required under Section 126.603, Ordinance Code, and recommend necessary changes, if any, to such programs.

Section 7. Codification Instructions. The Codifier and the Office of General Counsel are authorized to make all chapter and division "tables of contents" consistent with the changes set forth herein, including renumbering of sections and changing the term "Council" in Chapter 126, Ordinance Code, to be "City Council" where such provision is referring to the City Council of Jacksonville. Such editorial changes and any others necessary to make the Ordinance Code consistent with the intent of this legislation are approved and directed herein, and changes to the Ordinance Code shall be made forthwith and when inconsistencies are discovered.

Section 8. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective without the Mayor's signature.

Form Approved:

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/s/ Lawsikia J. Hodges

Office of General Counsel

Legislation Prepared by: Lawsikia J. Hodges

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