By: Villarreal

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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to a purchasing preference for vendors that provide
3	employee dependent care benefits.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter H, Chapter 2155, Government Code, is
6	amended by adding Section 2155.451 to read as follows:
7	Sec. 2155.451. PREFERENCE FOR VENDORS RECEIVING FAMILY
8	FRIENDLY DESIGNATION. (a) The commission and state agencies shall
9	give preference to goods or services of a vendor that receives a
10	family friendly designation from the Texas Workforce Commission if:
11	(1) the goods or services meet specifications
12	regarding quantity and quality; and
13	(2) the cost of the good or service does not exceed the
14	cost of other similar goods or services that are produced by a
15	vendor that does not receive a family friendly designation from the
16	Texas Workforce Commission.
17	(b) Notwithstanding Subsection (a), during the state fiscal
18	biennium that begins September 1, 2003, the commission and state
19	agencies shall give preference to goods or services of a vendor that
20	participates in a dependent care benefits assessment conducted by
21	an employer dependent care coalition and develops a plan for
22	improving employee dependent care benefits in accordance with
23	Subsection (e) if:
24	(1) the goods or services meet specifications

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1	regarding quantity and quality; and
2	(2) the cost of the good or service does not exceed the
3	cost of other similar goods or services that are produced by a
4	vendor that does not participate in a dependent care benefits
5	assessment by an employer dependent care coalition or develop a
6	plan for improving employee dependent care benefits in accordance
7	with Subsection (e).
8	(c) This subsection and Subsection (b) expire September 1,
9	2005.
10	(d) Notwithstanding Subsection (a), during the state fiscal
11	biennium that begins September 1, 2005, the commission and state
12	agencies shall give preference to goods or services of a vendor that
13	implements the plan for improving employee dependent care benefits
14	that was developed as part of an assessment by an employer dependent
15	care coalition in accordance with Subsection (e) if:
16	(1) the goods or services meet specifications
17	regarding quantity and quality; and
18	(2) the cost of the good or service does not exceed the
19	cost of other similar goods or services that are produced by a
20	vendor that does not implement a plan for improving employee
21	dependent care benefits that was developed as part of an assessment
22	by an employer dependent care coalition in accordance with
23	Subsection (e).
24	(e) For the purposes of Subsections (b) and (d), the
25	employer dependent care coalition:
26	(1) must be working under a contract with the Texas
27	Workforce Commission; and

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1	(2) is responsible for certifying, as applicable,
2	that:
3	(A) the coalition has assessed the dependent care
4	benefits of an employer;
5	(B) the employer has developed a plan for
6	improving employee dependent care benefits as part of its
7	participation in the assessment by the coalition; and
8	(C) the employer is implementing the plan.
9	(f) This subsection and Subsections (d) and (e) expire
10	September 1, 2007.
11	SECTION 2. Subchapter Z, Chapter 271, Local Government
12	Code, is amended by adding Section 271.907 to read as follows:
13	Sec. 271.907. PREFERENCE FOR VENDORS RECEIVING FAMILY
14	FRIENDLY DESIGNATION. (a) In this section, "local government"
15	means a county, municipality, special district, school district,
16	junior college district, or other political subdivision of the
17	state.
18	(b) A local government shall give preference to goods or
19	services of a vendor that receives a family friendly designation
20	from the Texas Workforce Commission if:
21	(1) the goods or services meet specifications
22	regarding quantity and quality; and
23	(2) the cost of the good or service does not exceed the
24	cost of other similar goods or services that are produced by a
25	vendor that does not receive a family friendly designation from the
26	Texas Workforce Commission.
27	(c) Notwithstanding Subsection (b), during the state fiscal

biennium that begins September 1, 2003, a local government shall 2 give preference to goods or services of a vendor that participates 3 in a dependent care benefits assessment conducted by an employer 4 dependent care coalition and develops a plan for improving employee 5 dependent care benefits in accordance with Subsection (e) if: 6 (1) the goods or services meet specifications 7 regarding quantity and quality; and 8 (2) the cost of the good or service does not exceed the 9 cost of other similar goods or services that are produced by a vendor that does not participate in a dependent care benefits 10 assessment by an employer dependent care coalition or develop a 11 12 plan for improving employee dependent care benefits in accordance with Subsection (e). 13 14 (d) This subsection and Subsection (c) expire September 1, 15 2005. 16 (e) Notwithstanding Subsection (b), during the state fiscal biennium that begins September 1, 2005, a local government shall 17 give preference to goods or services of a vendor that implements the 18 plan for improving employee dependent care benefits that was 19 developed as part of an assessment by an employer dependent care 20 21 coalition in accordance with Subsection (e) if: 22 (1) the goods or services meet specifications regarding quantity and quality; and 23 24 (2) the cost of the good or service does not exceed the cost of other similar goods or services that are produced by a 25 vendor that does not implement a plan for improving employee 26 dependent care benefits that was developed as part of an assessment 27

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1	by an employer dependent care coalition in accordance with
2	Subsection (e).
3	(f) For the purposes of Subsections (c) and (e), the
4	employer dependent care coalition:
5	(1) must be working under a contract with the Texas
6	Workforce Commission; and
7	(2) is responsible for certifying, as applicable,
8	that:
9	(A) the coalition has assessed the dependent care
10	benefits of an employer;
11	(B) the employer has developed a plan for
12	improving employee dependent care benefits as part of its
13	participation in the assessment by the coalition; and
14	(C) the employer is implementing the plan.
15	(g) This subsection and Subsections (e) and (f) expire
16	September 1, 2007.
17	SECTION 3. Chapter 81, Labor Code, is amended by adding
18	Section 81.010 to read as follows:
19	Sec. 81.010. FAMILY FRIENDLY DESIGNATION. (a) In this
20	section, "family friendly," means the provision of dependent care
21	benefits and the adoption of policies relating to dependent care
22	that have a value to employees that is appropriate to the size and
23	nature of an employer's operations, as determined by commission
24	<u>rule.</u>
25	(b) The commission, in consultation with employer dependent
26	care coalitions, shall by rule develop a rating system for
27	employers to determine the degree to which the employer is family

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1	friendly. In developing the system, the commission shall take into
2	consideration the different sizes and kinds of businesses.
3	(c) Only employers that receive the highest rating under the
4	system developed under Subsection (b) qualify for a family friendly
5	designation.
6	(d) The commission shall publish on its website a list
7	showing each employer that currently holds a family friendly
8	designation.
9	(e) A governmental entity shall use the information
10	published under Subsection (d) to evaluate bids for goods and
11	services. A governmental entity may rely on information published
12	under Subsection (d) to meet the requirements of Section 2155.451,
13	Government Code, and Section 271.907, Local Government Code.
14	SECTION 4. This Act takes effect September 1, 2003.

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