By: Ellis

S.B. No. 508

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to planning and reporting requirements for gas utilities 3 regarding workforce diversity and opportunities for small and historically underutilized businesses. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 6 SECTION 1. Subtitle A, Title 3, Utilities Code, is amended by adding Chapter 106 to read as follows: 7 8 CHAPTER 106. WORKFORCE DIVERSITY AND OPPORTUNITIES FOR 9 CERTAIN BUSINESSES Sec. 106.001. DEFINITIONS. In this chapter, "small 10 business" and "historically underutilized business" have the 11 12 meanings assigned by Section 481.191, Government Code. 13 Sec. 106.002. PLAN TO ENHANCE WORKFORCE DIVERSITY AND INCREASE OPPORTUNITIES FOR SMALL AND HISTORICALLY UNDERUTILIZED 14 BUSINESSES. (a) Each gas utility annually shall submit to the 15 railroad commission a five-year plan to: 16 (1) enhance the diversity of its workforce in all 17 18 occupational categories; and (2) increase business opportunities for small and 19 historically underutilized businesses, including contracting and 20 21 joint venture opportunities and opportunities for those businesses to enter into the market for gas, gas products, and gas services. 22 (b) The plan must list and describe programs and activities 23 24 the gas utility intends to undertake during the five years

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addressed in the plan to accomplish the goals described by 1 2 Subsection (a). 3 Sec. 106.003. REPORTING WORKFORCE DIVERSITY AND 4 OPPORTUNITIES FOR SMALL AND HISTORICALLY UNDERUTILIZED BUSINESSES. (a) Each gas utility annually shall submit to the railroad 5 6 commission a report that summarizes the utility's efforts to 7 enhance the diversity of its workforce and increase business 8 opportunities for small and historically underutilized businesses. 9 (b) The report must include information and assessments, as required by railroad commission rule, concerning: 10 (1) the diversity of the gas utility's workforce at the 11 12 time of the report; (2) the gas utility's level of contracting with small 13 14 and historically underutilized businesses; 15 (3) joint ventures in which the gas utility 16 participates with a small or historically underutilized business; 17 (4) the progress made in the preceding year under the plan submitted under Section 106.002; 18 19 (5) the programs and activities undertaken during the preceding year under the plan submitted under Section 106.002 and 20 21 the success of the programs and activities; 22 (6) the extent to which the gas utility has carried out its initiatives to increase business opportunities with small and 23 24 historically underutilized businesses; and 25 (7) the diversity in the gas utility's governing 26 board. 27 (c) The report may be included as part of any other annual

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3 SECTION 2. The Railroad Commission of Texas by rule shall 4 require each gas utility to submit to the commission the plan 5 required by Section 106.002, Utilities Code, as added by this Act, 6 as soon as the commission determines is practicable, but not later 7 than September 1, 2004.

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SECTION 3. This Act takes effect September 1, 2003.