♣ Approved for Filing: E.A. Evans
 ♣ 03-05-18 10:45 AM

| 1      | ANTI-BOYCOTT ACT AMENDMENTS  |
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| 2      | 2018 GENERAL SESSION   |
| 3      | STATE OF UTAH  |
| 4      | Chief Sponsor: Ken Ivory   |
| 5      | Senate Sponsor:  |
| 6<br>7 | LONG TITLE   |
| 8      | General Description:   |
| 9      | This bill relates to economic and trade relations with the State of Israel.                            |
| 10     | Highlighted Provisions:  |
| 11     | This bill:   |
| 12     | <ul><li>defines terms;</li></ul>   |
| 13     | <ul> <li>prohibits the state from engaging in an economic boycott of the State of Israel or</li> </ul> |
| 14     | contracting with an entity that boycotts the State of Israel; and                                      |
| 15     | <ul><li>includes a severability clause.</li></ul>  |
| 16     | Money Appropriated in this Bill:   |
| 17     | None   |
| 18     | Other Special Clauses:   |
| 19     | None   |
| 20     | <b>Utah Code Sections Affected:</b>  |
| 21     | ENACTS:  |
| 22     | 13-52-101, Utah Code Annotated 1953  |
| 23     | 13-52-102, Utah Code Annotated 1953  |
| 24     | 13-52-103, Utah Code Annotated 1953  |
| 25     | 13-52-104, Utah Code Annotated 1953  |
| 26     |  |



Be it enacted by the Legislature of the state of Utah:

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| 28 | Section 1. Section 13-52-101 is enacted to read:   |
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| 29 | CHAPTER 52. ANTI-BOYCOTT ISRAEL ACT  |
| 30 | <u>13-52-101.</u> Title.   |
| 31 | This chapter is known as the "Anti-Boycott Israel Act."  |
| 32 | Section 2. Section 13-52-102 is enacted to read:   |
| 33 | <u>13-52-102.</u> Definitions.   |
| 34 | As used in this chapter:   |
| 35 | (1) (a) "Boycott" means refusing to deal, terminating business activities, or taking other         |
| 36 | actions that are intended to limit commercial or trade relations with an individual or entity in a |
| 37 | discriminatory manner.   |
| 38 | (b) "Boycott" does not include:  |
| 39 | (i) a decision based on:   |
| 40 | (A) business or economic reasons; or   |
| 41 | (B) specific conduct of an individual or entity; or  |
| 42 | (ii) a boycott which is preempted under federal law.   |
| 43 | (2) "Company" means any sole proprietorship, organization, association, corporation,               |
| 44 | partnership, joint venture, limited partnership, limited liability partnership, limited liability  |
| 45 | company, or other entity or business association, including wholly owned subsidiaries,             |
| 46 | majority-owned subsidiaries, parent companies, or affiliates of those entities or business         |
| 47 | associations.  |
| 48 | (3) "Public entity" means the state, any political subdivision of the state, or any office,        |
| 49 | department, division, board, agency, commission, council, authority, institution, hospital,        |
| 50 | school, college, university, or other instrumentality of the state or any political subdivision.   |
| 51 | Section 3. Section 13-52-103 is enacted to read:   |
| 52 | 13-52-103. Prohibition of contracting with entities that boycott Israel.                           |
| 53 | (1) Except as provided in Subsection (2), a public entity may not:                                 |
| 54 | (a) engage in a boycott of Israel or Israeli-controlled territories; or                            |
| 55 | (b) enter into a contract with a person or company to acquire or dispose of services,              |
| 56 | goods, supplies, information technology, or construction unless:                                   |
| 57 | (i) the contract includes a written certification that the person or company is not                |
| 58 | currently engaged in a boycott of Israel or Israeli-controlled territories: and                    |

| 59 | (ii) the person or entity agrees to not engage in a boycott of Israel or Israeli-controlled         |
|----|---|
| 50 | territories for the duration of the contract.   |
| 51 | (2) This section does not apply:  |
| 52 | (a) if a company offers to provide the services, goods, supplies, information                       |
| 63 | technology, or construction called for in a contract for at least 20% less than any other person    |
| 54 | or entity;  |
| 65 | (b) to contracts with a total value of less than \$100,000; or                                      |
| 66 | (c) to companies with less than 10 full-time employees.   |
| 67 | Section 4. Section 13-52-104 is enacted to read:  |
| 58 | <u>13-52-104.</u> Severability.   |
| 59 | If any provision of this chapter, or the application of any provision to any person or              |
| 70 | circumstance, is held invalid, the invalidity does not affect other provisions or applications of   |
| 71 | this chapter that can be given effect without the invalid provision or application, and to this end |
| 72 | the provisions of this chapter are declared to be severable.  |

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