

## 270.101 Definition.

As used in this subpart—

*Qualified business* means an S corporation as defined in [26 U.S.C. 1361\(a\)\(1\)](#) for which 100 percent of the outstanding stock is held through an employee stock ownership plan as defined in [26 U.S.C. 4975\(e\)\(7\)](#).

**Parent topic:** [Subpart 270.1 - Pilot Program to Incentivize Contracting with Employee-Owned Businesses](#)