#### P2

#### By: Delegate Reznik

Introduced and read first time: February 5, 2021 Assigned to: Appropriations and Health and Government Operations

Committee Report: Favorable with amendments House action: Adopted with floor amendments Read second time: March 9, 2021

CHAPTER \_\_\_\_\_

#### 1 AN ACT concerning

## 2 State Procurement – Emergency and Expedited Procurements – Reform 3 Revisions and Reporting

4 FOR the purpose of altering the circumstances under which a procurement officer may  $\mathbf{5}$ make an emergency procurement; requiring a unit's procurement officer to obtain 6 approval from the Chief Procurement Officer or the Chief Procurement Officer's 7 designee before making an emergency procurement under certain circumstances; 8 requiring the Chief Procurement Officer or designee to approve or disapprove a 9 certain request within a certain time frame after receiving the request: providing 10 that if the Chief Procurement Officer or designee does not approve or disapprove a 11 certain request within a certain time frame the request shall be considered to be approved: requiring a procurement officer to make reasonable efforts to solicit a 12certain minimum number of quotes for an emergency procurement; requiring a 13procurement officer to evaluate a certain contractor's ability to perform the 14 requirements of an emergency procurement based on certain criteria under certain 1516 circumstances; requiring a procurement officer to obtain the approval of the Board of Public Works before awarding an emergency procurement contract with a certain 1718 value: altering certain reporting requirements related to emergency procurement 19<del>contracts: adding certain reporting requirements for certain emergency procurement</del> 20contracts; altering the time frame within which a procurement officer must submit 21a certain report: requiring an emergency procurement contract to include provisions 22addressing the contractor's ability to perform the requirements of the contract within 23a certain time frame; limiting the term of a certain single source procurement 24contract; authorizing the Board to hold a certain emergency meeting for a certain 25purpose: specifying when a unit is required to publish notice of a certain emergency

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



procurement in eMaryland Marketplace; authorizing certain units of State 1  $\mathbf{2}$ government to make a procurement on an expedited basis under certain 3 circumstances; reducing the number of days after the end of each fiscal year that a 4 primary procurement unit has to submit a certain report concerning certain  $\mathbf{5}$ procurement contracts; requiring a primary procurement unit to submit the report to the Chief Procurement Officer for the State instead of the Governor and the 6 7General Assembly; clarifying the types of procurement contracts that must be 8 included in the report: requiring the report to include certain information on certain 9 types of procurements; requiring the Chief Procurement Officer, within a certain 10 number of days after the end of each fiscal year, to submit to the Governor and 11 certain committees of the General Assembly a consolidated report that includes each report submitted to the Chief Procurement Officer by the primary procurement units 1213as required under this Act; requiring that a report submitted to a committee of the 14General Assembly under this Act be submitted subject to a certain provision of law; 15<del>authorizing the Board to adopt certain regulations</del> requiring the Special Secretary 16 for the Governor's Office of Small, Minority, and Women Business Affairs, in 17consultation with the Secretary of Transportation and the Attorney General, to establish certain guidelines; requiring a unit's procurement officer to obtain approval 18 from the Chief Procurement Officer or the Chief Procurement Officer's designee 19 20before making an emergency procurement under certain circumstances; requiring 21the Chief Procurement Officer or designee to approve or disapprove a certain request 22within a certain time frame after receiving the request; providing that if the Chief 23Procurement Officer or designee does not approve or disapprove a certain request 24within a certain time frame, the request shall be considered to be approved; altering 25the time frame within which a procurement officer must submit a certain report to 26the Board of Public Works; specifying when a unit is required to publish notice of a certain emergency procurement in eMaryland Marketplace; requiring a unit that 2728awards a certain contract or contract modification as an emergency procurement to 29submit a certain report to the Board and a certain appropriate control agency within 30 a certain period of time; specifying the contents of a certain report; authorizing the 31 Board to adopt certain regulations; authorizing certain units of State government to 32 make a procurement on an expedited basis under certain circumstances; requiring a 33 primary procurement unit to submit a certain report to the Chief Procurement Officer instead of the Governor and the General Assembly; clarifying the types of 34 procurement contracts that must be included in a certain report; requiring a certain 35 36 report to include certain information on certain types of procurements; requiring the 37 Chief Procurement Officer, within a certain number of days after the end of each 38 fiscal year, to submit to the Governor and certain committees of the General 39 Assembly a consolidated report that includes each report submitted to the Chief Procurement Officer by the primary procurement units as required under this Act; 40 41 requiring that a report submitted to a committee of the General Assembly under this 42Act be submitted subject to a certain provision of law; requiring the Special Secretary 43for the Governor's Office of Small, Minority, and Women Business Affairs to report 44to certain committees of the General Assembly on or before a certain date; providing 45for the application of certain provisions of this Act; providing for the effective dates 46 of this Act; defining a certain term; and generally relating to State procurement.

- 1 BY repealing and reenacting, with amendments,
- 2 Article State Finance and Procurement
- 3 Section 13–108 and 15–111
- 4 Annotated Code of Maryland
- 5 (2015 Replacement Volume and 2020 Supplement)
- 6 BY repealing and reenacting, with amendments,
- 7 <u>Article State Finance and Procurement</u>
- 8 <u>Section 13–108</u>
- 9 <u>Annotated Code of Maryland</u>
- 10 (2015 Replacement Volume and 2020 Supplement)
- 11 (As enacted by Section 1 of this Act)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
   That the Laws of Maryland read as follows:
- 14

#### **Article – State Finance and Procurement**

15 13–108.

16 (a) IN THIS SECTION, "EMERGENCY" MEANS AN OCCURRENCE OR A 17 CONDITION THAT CREATES AN IMMEDIATE AND SERIOUS NEED FOR SERVICES, 18 MATERIALS, OR SUPPLIES THAT:

19(1) CANNOT BE MET THROUGH NORMAL PROCUREMENT METHODS;20AND

21 (2) ARE REQUIRED TO AVOID OR MITIGATE SERIOUS DAMAGE TO 22 PUBLIC HEALTH, SAFETY, OR WELFARE.

23Except as provided in § 11–205 ("Collusion"), § 10–204 ("Approval for **(B)** (1)designated contracts"), § 13–219 ("Required clauses – Nondiscrimination clause"), § 13–221 2425("Disclosures to Secretary of State"), Title 16 ("Suspension and Debarment of Contractors"), 26or Title 17 ("Special Provisions - State and Local Subdivisions") of this article, with the 27approval of the head of a unit, its procurement officer may make an emergency procurement 28by any method that the procurement officer considers most appropriate to avoid or mitigate 29serious damage to public health, safety, or welfare **DUE TO UNFORESEEN CAUSES**.

# 30 (2) (1) BEFORE MAKING AN EMERGENCY PROCUREMENT, THE 31 PROCUREMENT OFFICER SHALL OBTAIN APPROVAL OF THE USE OF EMERGENCY 32 PROCUREMENT PROCEDURES FROM THE CHIEF PROCUREMENT OFFICER, OR THE 33 CHIEF PROCUREMENT OFFICER'S DESIGNEE.

34 (II) WITHIN 48 HOURS AFTER RECEIVING A REQUEST TO USE
 35 EMERGENCY PROCUREMENT PROCEDURES, THE CHIEF PROCUREMENT OFFICER
 36 OR DESIGNEE SHALL APPROVE OR DISAPPROVE THE REQUEST.

(III) IF THE CHIEF PROCUREMENT OFFICER OR DESIGNEE DOES 1  $\mathbf{2}$ NOT APPROVE OR DISAPPROVE THE REQUEST TO USE EMERGENCY PROCUREMENT 3 PROCEDURES WITHIN 48 HOURS AFTER RECEIVING THE REQUEST, THE REQUEST SHALL BE CONSIDERED TO BE APPROVED. 4  $\mathbf{5}$ <del>(3)</del> The procurement officer shall: 6 (i) obtain as much competition as possible under the circumstances  $\overline{F}$ 7 INCLUDING BY MAKING REASONABLE EFFORTS TO SOLICIT AT LEAST THREE ORAL 8 **QUOTES**; 9 limit the emergency procurement to the procurement of only (ii) 10 those items, both in type and quantity, necessary to avoid or to mitigate serious damage to public health, safety, or welfare; **f**and 11 12(HI) BEFORE AWARDING AN EMERGENCY PROCUREMENT 13CONTRACT TO A PROSPECTIVE CONTRACTOR, EVALUATE THE CONTRACTOR'S **ABILITY TO PERFORM THE REQUIREMENTS OF THE CONTRACT BASED ON:** 14 151 THE LENGTH OF TIME THE CONTRACTOR HAS BEEN IN 16 BUSINESS: 172 THE CONTRACTOR'S LEVEL OF EXPERIENCE 18 PROVIDING THE TYPES AND AMOUNTS OF SUPPLIES, SERVICES, MAINTENANCE, 19 **COMMODITIES, CONSTRUCTION, OR CONSTRUCTION-RELATED SERVICES REQUIRED** 20**UNDER THE CONTRACT: AND** 213-THE CONTRACTOR'S HISTORY OF SUCCESSFUL **PROCUREMENT CONTRACTS WITH THE STATE AND OTHER JURISDICTIONS;** 2223(IV) OBTAIN BOARD APPROVAL BEFORE AWARDING 24**EMERGENCY PROCUREMENT CONTRACT WITH A VALUE OF \$1,000,000 OR MORE;** 25**f**(iii)**f** <del>(V)</del> NOT MORE THAN 15 DAYS after awarding the procurement contract, submit {to the Board} a written report that gives the justification 2627for use of the emergency procurement procedure **IN ACCORDANCE WITH PARAGRAPH (4)** OF THIS SUBSECTION; AND 2829(VI) AS APPROPRIATE, SUBMIT WRITTEN REPORTS PROVIDING 30 STATUS UPDATES ON THE DELIVERY AND USE OF SUPPLIES OR COMMODITIES 31**PROCURED UNDER THE CONTRACT IN ACCORDANCE WITH PARAGRAPH (5) OF THIS** 32 SUBSECTION:

1	(4) WITHIN 15 DAYS AFTER AWARDING A CONTRACT OR A CONTRACT
2	MODIFICATION, A UNIT SHALL SUBMIT TO THE BOARD, THE APPROPRIATE CONTROL
3	AGENCY, AND, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT
4	ARTICLE, THE SENATE BUDGET AND TAXATION COMMITTEE, THE SENATE
<b>5</b>	Education, Health, and Environmental Affairs Committee, the House
6	APPROPRIATIONS COMMITTEE, THE HOUSE HEALTH AND GOVERNMENT
7	OPERATIONS COMMITTEE, AND THE JOINT AUDIT AND EVALUATIONS COMMITTEE,
8	A REPORT THAT INCLUDES:
0	(I) THE DAGE AND HETELGATION FOR THE EMERCENCY
$\frac{9}{10}$	(I) THE BASIS AND JUSTIFICATION FOR THE EMERGENCY
10	PROCUREMENT, INCLUDING THE DATE THE EMERGENCY FIRST BECAME KNOWN;
11	(II) A LISTING OF SUPPLIES, SERVICES, MAINTENANCE,
12	COMMODITIES, CONSTRUCTION, OR CONSTRUCTION-RELATED SERVICES
13	PROCURED;
10	
14	<del>(III)</del> <del>THE NAMES OF ALL PERSONS SOLICITED AND A</del>
15	JUSTIFICATION IF THE SOLICITATION WAS LIMITED TO ONE PERSON;
16	(IV) THE PRICES AND TIMES OF PERFORMANCE PROPOSED BY
17	THE PERSONS RESPONDING TO THE SOLICITATION;
18	<del>(V)</del> <del>THE NAME OF AND BASIS FOR THE SELECTION OF A</del>
19	PARTICULAR CONTRACTOR;
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$\frac{20}{21}$	(VI) THE AMOUNT AND TYPE OF THE CONTRACT OR CONTRACT MODIFICATION:
41	MODIFICATION;
22	(VII) A LISTING OF ANY PRIOR OR RELATED EMERGENCY
<u></u> 23	CONTRACTS, INCLUDING ALL CONTRACT MODIFICATIONS, EXECUTED FOR THE
$\overline{24}$	PURPOSES OF AVOIDING OR MITIGATING THE PARTICULAR EMERGENCY,
25	INCLUDING THE AGGREGATE COSTS; AND
26	<del>(VIII)</del> THE IDENTIFICATION NUMBER, IF ANY, OF THE CONTRACT
27	FILE.
28	<del>(5)</del> <del>If supplies or commodifies procured under an</del>
29	EMERGENCY PROCUREMENT CONTRACT ARE NOT DELIVERED AND USED WITHIN 1
30	MONTH AFTER THE DATE THE CONTRACT IS AWARDED, THE UNIT SHALL:
0.1	
31	(I) PREPARE A REPORT DESCRIBING THE DELIVERY AND USE
32 22	STATUS OF SUPPLIES AND COMMODITIES PROCURED UNDER THE CONTRACT AT
33 24	LEAST ONCE PER MONTH UNTIL ALL SUPPLIES AND COMMODITIES HAVE BEEN
34	DELIVERED AND USED; AND

(II) SUBMIT THE REPORTS PREPARED UNDER THIS PARAGRAPH
 TO THE BOARD, THE APPROPRIATE CONTROL AGENCY, AND, IN ACCORDANCE WITH
 § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE SENATE BUDGET AND
 TAXATION COMMITTEE, THE SENATE EDUCATION, HEALTH, AND ENVIRONMENTAL
 AFFAIRS COMMITTEE, THE HOUSE APPROPRIATIONS COMMITTEE, THE HOUSE
 HEALTH AND GOVERNMENT OPERATIONS COMMITTEE, AND THE JOINT AUDIT AND
 EVALUATIONS COMMITTEE.

8 (6) A PROCUREMENT CONTRACT AWARDED UNDER THIS SUBSECTION 9 SHALL INCLUDE PROVISIONS ADDRESSING THE CONTRACTOR'S ABILITY TO 10 PERFORM THE REQUIREMENTS OF THE CONTRACT WITHIN THE EMERGENCY TIME 11 FRAME.

12 (7) THE TERM OF A SINGLE SOURCE PROCUREMENT CONTRACT 13 AWARDED UNDER THIS SECTION MAY NOT EXCEED THE MINIMUM PERIOD OF TIME 14 NECESSARY TO AMELIORATE THE CIRCUMSTANCES THAT CREATED THE MATERIAL 15 AND SUBSTANTIAL REASONS FOR THE SINGLE-SOURCE AWARD.

16 (8) THE BOARD MAY HOLD AN EMERGENCY MEETING FOR THE
 17 PURPOSE OF CONSIDERING A REQUEST TO APPROVE AN EMERGENCY
 18 PROCUREMENT CONTRACT WITH A VALUE OF \$1,000,000 OR MORE, AS REQUIRED
 19 UNDER PARAGRAPH (3)(IV) OF THIS SUBSECTION.

20 (9) NOTWITHSTANDING SUBSECTION (E) OF THIS SECTION, ON THE
 21 DAY OF THE EXECUTION AND APPROVAL OF A PROCUREMENT CONTRACT AWARDED
 22 UNDER THIS SUBSECTION, OR AS SOON AS PRACTICABLE THEREAFTER, A UNIT
 23 SHALL PUBLISH IN EMARYLAND MARKETPLACE NOTICE OF THE AWARD.

[(b)] (C) (1) Consistent with the requirements of subsection [(a)(1)] (B)(1) of this section, the State Highway Administration may enter into procurement contracts related to the pretreatment and removal of snow and ice as required or authorized under Title 8 of the Transportation Article.

28 (2) (i) Beginning on June 30, 2016, and no later than June 30 of each 29 succeeding year, the State Highway Administration shall submit to the Board a written 30 report on the operation and effectiveness of the procurement contracts entered into under 31 this subsection during the previous year.

32 (ii) The report shall include:

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- 33 1. the number of contracts awarded;
  - 2. the total dollar value of the contracts awarded; and

1 3. the amount of contracting dollars expended with minority 2 business enterprises, certified small businesses, and certified veteran-owned businesses, 3 as defined under Title 14 of this article.

4 (3) The Board, in consultation with the State Highway Administration, 5 may adopt regulations to carry out the requirements of this subsection.

6 [(c)] **(D)** Except as provided in § 11–205 ("Collusion"), § 10–204 ("Approval (1)7 for designated contracts"), § 13–219 ("Required clauses – Nondiscrimination clause"), § 13-221 ("Disclosures to Secretary of State"), Title 16 ("Suspension and Debarment of 8 Contractors"), or Title 17 ("Special Provisions - State and Local Subdivisions") of this 9 article, with the approval of the head of the unit and the Board, the Maryland Port 10 Commission or the Maryland Aviation Administration Administration 11 12**OFFICER** may make a procurement on an expedited basis if the head of the unit and the Board find that: 13

14

(i) urgent circumstances require prompt action;

15

(ii) an expedited procurement best serves the public interest; and

16 (iii) the need for the expedited procurement outweighs the benefits of 17 making the procurement on the basis of competitive sealed bids or competitive sealed 18 proposals.

19 (2) The procurement officer shall attempt to obtain as much competition as 20 reasonably possible.

21 [(d)] (E) [Not] EXCEPT AS PROVIDED IN SUBSECTION (B)(9) OF THIS 22 SECTION, NOT more than 30 days after the execution and approval of a procurement 23 contract awarded under this section, a unit shall publish in eMaryland Marketplace notice 24 of the award.

[(e)] (F) For real property leases procured under this section, the term of the
lease shall be for the minimum period of time practicable.

27 (G) THE BOARD MAY ADOPT REGULATIONS TO CARRY OUT THIS SECTION.

(H) <u>The Special Secretary for the Governor's Office of Small</u>,
 MINORITY, AND WOMEN BUSINESS AFFAIRS, IN CONSULTATION WITH THE
 SECRETARY OF TRANSPORTATION AND THE ATTORNEY GENERAL, SHALL
 ESTABLISH GUIDELINES FOR EACH UNIT TO CONSIDER WHEN DETERMINING THE
 APPROPRIATE MINORITY BUSINESS ENTERPRISE PARTICIPATION PERCENTAGE
 GOAL AND OUTREACH FOR AN EMERGENCY PROCUREMENT CONTRACT.

34SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read35as follows:

	8 HOUSE BILL 1091
1	<u>Article – State Finance and Procurement</u>
2	<u>13–108.</u>
$\frac{3}{4}$	(a) In this section, "emergency" means an occurrence or condition that creates an immediate and serious need for services, materials, or supplies that:
5	(1) cannot be met through normal procurement methods; and
$6 \\ 7$	(2) are required to avoid or mitigate serious damage to public health, safety, or welfare.
	(b) (1) Except as provided in § 11–205 ("Collusion"), § 10–204 ("Approval for designated contracts"), § 13–219 ("Required clauses – Nondiscrimination clause"), § 13–221 ("Disclosures to Secretary of State"), Title 16 ("Suspension and Debarment of Contractors"), or Title 17 ("Special Provisions – State and Local Subdivisions") of this article, with the approval of the head of a unit, its procurement officer may make an emergency procurement by any method that the procurement officer considers most appropriate to avoid or mitigate serious damage to public health, safety, or welfare.
$15 \\ 16 \\ 17 \\ 18 \\ 19 \\ 20$	(2) (I) EXCEPT WHEN DELAYING A PROCUREMENT BY UP TO 48 HOURS WOULD LIKELY RESULT IN IMMINENT HARM, AFTER OBTAINING THE APPROVAL OF THE HEAD OF THE UNIT AND BEFORE MAKING AN EMERGENCY PROCUREMENT, THE PROCUREMENT OFFICER SHALL OBTAIN APPROVAL OF THE USE OF EMERGENCY PROCUREMENT PROCEDURES FROM THE CHIEF PROCUREMENT OFFICER, OR THE CHIEF PROCUREMENT OFFICER'S DESIGNEE.
$21 \\ 22 \\ 23$	(II) WITHIN 48 HOURS AFTER RECEIVING A REQUEST TO USE EMERGENCY PROCUREMENT PROCEDURES, THE CHIEF PROCUREMENT OFFICER OR DESIGNEE SHALL APPROVE OR DISAPPROVE THE REQUEST.
24 25 26 27	(III) IF THE CHIEF PROCUREMENT OFFICER OR DESIGNEE DOES NOT APPROVE OR DISAPPROVE THE REQUEST TO USE EMERGENCY PROCUREMENT PROCEDURES WITHIN 48 HOURS AFTER RECEIVING THE REQUEST, THE REQUEST SHALL BE CONSIDERED TO BE APPROVED.
28	(3) <u>The procurement officer shall:</u>
29	(i) obtain as much competition as possible under the circumstances;
$30 \\ 31 \\ 32$	(ii) limit the emergency procurement to the procurement of only those items, both in type and quantity, necessary to avoid or to mitigate serious damage to public health, safety, or welfare; and
33	(iii) NOT MORE THAN 15 DAYS after awarding the procurement

contract, submit to the Board a written report that gives the justification for use of the 1  $\mathbf{2}$ emergency procurement procedure. 3 NOTWITHSTANDING SUBSECTION (E) OF THIS SECTION, ON THE (4) 4 DAY OF THE EXECUTION AND APPROVAL OF A PROCUREMENT CONTRACT AWARDED UNDER THIS SUBSECTION, OR AS SOON AS PRACTICABLE THEREAFTER, A UNIT  $\mathbf{5}$ SHALL PUBLISH IN EMARYLAND MARKETPLACE NOTICE OF THE AWARD. 6 7 (5) **(I)** THIS PARAGRAPH APPLIES ONLY TO THE AWARD OF A 8 CONTRACT OR A CONTRACT MODIFICATION MADE UNDER THIS SUBSECTION THAT, 9 WITH PRIOR MODIFICATIONS, EXCEEDS \$50,000. 10 **(II)** WITHIN 15 DAYS AFTER AWARDING A CONTRACT OR A 11 CONTRACT MODIFICATION, A UNIT SHALL SUBMIT TO THE BOARD AND THE 12**APPROPRIATE CONTROL AGENCY A REPORT THAT INCLUDES:** 131. THE BASIS AND JUSTIFICATION FOR THE EMERGENCY 14**PROCUREMENT INCLUDING THE DATE THE EMERGENCY FIRST BECAME KNOWN:** 2. 15A LISTING OF SUPPLIES, SERVICES, MAINTENANCE, 16 CONSTRUCTION, OR CONSTRUCTION-RELATED COMMODITIES, SERVICES 17**PROCURED;** 183. THE NAMES OF ALL PERSONS SOLICITED AND A JUSTIFICATION IF THE SOLICITATION WAS LIMITED TO ONE PERSON; 19 20**4**. THE PRICES AND TIMES OF PERFORMANCE PROPOSED 21BY THE PERSONS RESPONDING TO THE SOLICITATION; 225. THE NAME OF AND BASIS FOR THE SELECTION OF A 23**PARTICULAR CONTRACTOR;** 24<u>6.</u> THE AMOUNT AND TYPE OF THE CONTRACT OR 25**CONTRACT MODIFICATION;** 267. A LISTING OF ANY PRIOR OR RELATED EMERGENCY 27CONTRACTS, INCLUDING ALL CONTRACT MODIFICATIONS, EXECUTED FOR THE 28PURPOSES OF AVOIDING OR MITIGATING THE PARTICULAR EMERGENCY, 29**INCLUDING THE AGGREGATE COSTS; AND** 30 8. THE IDENTIFICATION NUMBER, IF ANY, OF THE 31**CONTRACT FILE.** 32 (III) THE BOARD MAY ADOPT REGULATIONS TO CARRY OUT THIS

#### 1 PARAGRAPH.

2 (c) (1) Consistent with the requirements of subsection (b)(1) of this section, the 3 State Highway Administration may enter into procurement contracts related to the 4 pretreatment and removal of snow and ice as required or authorized under Title 8 of the 5 Transportation Article.

6 (2) (i) Beginning on June 30, 2016, and no later than June 30 of each 7 succeeding year, the State Highway Administration shall submit to the Board a written 8 report on the operation and effectiveness of the procurement contracts entered into under 9 this subsection during the previous year.

- 10 (ii) The report shall include:
  - <u>1.</u> the number of contracts awarded;
- 12 <u>2.</u> the total dollar value of the contracts awarded; and

13 <u>3.</u> the amount of contracting dollars expended with minority
 14 <u>business enterprises, certified small businesses, and certified veteran-owned businesses,</u>
 15 <u>as defined under Title 14 of this article.</u>

16 (3) <u>The Board, in consultation with the State Highway Administration,</u> 17 <u>may adopt regulations to carry out the requirements of this subsection.</u>

18 (d) Except as provided in § 11–205 ("Collusion"), § 10–204 ("Approval for (1)designated contracts"), § 13–219 ("Required clauses – Nondiscrimination clause"), § 13–221 19 20("Disclosures to Secretary of State"), Title 16 ("Suspension and Debarment of Contractors"), 21or Title 17 ("Special Provisions - State and Local Subdivisions") of this article, with the 22approval of the head of the unit and the Board, [the Maryland Port Commission or the Maryland Aviation Administration] A UNIT'S PROCUREMENT OFFICER may make a 23procurement on an expedited basis if the head of the unit and the Board find that: 24

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- (i) <u>urgent circumstances require prompt action;</u>
- 26 (ii) an expedited procurement best serves the public interest; and

27 (iii) the need for the expedited procurement outweighs the benefits of
 28 making the procurement on the basis of competitive sealed bids or competitive sealed
 29 proposals.

30(2)The procurement officer shall attempt to obtain as much competition as31reasonably possible.

32 (e) [Not] EXCEPT AS PROVIDED IN SUBSECTION (B)(4) OF THIS SECTION, 33 NOT more than 30 days after the execution and approval of a procurement contract 34 awarded under this section, a unit shall publish in eMaryland Marketplace notice of the 1 <u>award.</u>

2 (f) For real property leases procured under this section, the term of the lease shall 3 be for the minimum period of time practicable.

4 (g) <u>The Board may adopt regulations to carry out this section.</u>

5 (h) The Special Secretary for the Governor's Office of Small, Minority, and Women 6 Business Affairs, in consultation with the Secretary of Transportation and the Attorney 7 General, shall establish guidelines for each unit to consider when determining the 8 appropriate minority business enterprise participation percentage goal and outreach for an 9 emergency procurement contract.

10 15–111.

(a) Within <u>60 [90]</u> 60 days after the end of each fiscal year, each primary
procurement unit shall submit to the [Governor and to the General Assembly] CHIEF
PROCUREMENT OFFICER a report on each procurement contract that was awarded
during the preceding fiscal year, WHETHER THE PROCUREMENT WAS CONDUCTED BY
THE PRIMARY PROCUREMENT UNIT OR SUBJECT TO REVIEW BY THE PRIMARY
PROCUREMENT UNIT, and:

(1) was exempt from the notice requirements of § 13–103(c) of this article
because the procurement officer reasonably expected that the procurement contract would
be performed entirely outside this State and the District of Columbia;

20 (2) cost more than \$100,000 and was awarded for the procurement of 21 services, construction related services, architectural services, or engineering services; or

- 22(3)was awarded on the basis of: 23(i) § 13–107 of this article ("Sole source procurement"); 24§ 13–108(a) of this article ("Emergency procurement"); or (ii) 25(iii) § 13–108(c) of this article ("Expedited procurement"). 26(b) (1)A report required under subsection (a)(2) or (3) of this section shall 27include: 28(i) the name of each contractor: 29(ii) the type and cost of the procurement contract; and
- 30 (iii) a description of the procurement.

	12 HOUSE BILL 1091
$\frac{1}{2}$	(2) A report required under subsection (a)(3) of this section [also] shall [describe] INCLUDE:
3	(I) A DESCRIPTION OF the basis for the award;
4 5	(II) THE IDENTITY OF THE DEPARTMENT OR AGENCY THAT AWARDED THE CONTRACT;
$6 \\ 7$	(III) THE IDENTITY OF ANY AGENCY OFFICIAL REQUIRED TO AUTHORIZE THE CONTRACT FOR AWARD;
8 9	(IV) THE AWARD DATE OF THE PROCUREMENT CONTRACT AND THE FINAL DATE OF THE CONTRACT TERM;
10 11	(V) THE DATE THE CONTRACT AWARD WAS POSTED TO EMARYLAND MARKETPLACE; AND
12 13	(VI) FOR PROCUREMENTS AWARDED UNDER § 13–108(B) OF THIS ARTICLE ("EMERGENCY PROCUREMENT"):
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	1. THE NUMBER OF DAYS BETWEEN THE AGENCY DECLARATION OF AN EMERGENCY PROCUREMENT AND THE CONTRACT AWARD DATE;
17 18	2. THE DATE OF THE EMERGENCY DECLARATION FOR EACH PROCUREMENT; AND
19 20	3. FOR AN AWARD THAT MUST BE REPORTED TO THE BOARD, THE DATE THE AWARD WAS REPORTED TO THE BOARD.
$21 \\ 22 \\ 23 \\ 24 \\ 25$	(C) WITHIN 90 DAYS AFTER THE END OF EACH FISCAL YEAR, THE CHIEF PROCUREMENT OFFICER SHALL SUBMIT TO THE GOVERNOR, THE LEGISLATIVE POLICY COMMITTEE, THE SENATE BUDGET AND TAXATION COMMITTEE, AND THE HOUSE APPROPRIATIONS COMMITTEE A CONSOLIDATED REPORT THAT INCLUDES EACH REPORT REQUIRED UNDER SUBSECTION (A) OF THIS SECTION.
26 27 28 29	[(c)] (D) Within 90 days after the end of each fiscal year, the Department of Budget and Management <u>GENERAL SERVICES</u> shall submit to the Board and the General Assembly a report on each class of procurement for which the procedure for noncompetitive negotiated procurement has been approved under § 13–106 of this article.
30 31	[(d)] (E) A report to the General Assembly OR A COMMITTEE OF THE GENERAL ASSEMBLY under this social is subject to $\delta_{2}$ , 1257 of the State Government

30 [(d)] (E) A report to the General Assembly OR A COMMITTEE OF THE 31 GENERAL ASSEMBLY under this section is subject to § 2–1257 of the State Government 32 Article. 1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 October 1, 2021.

3 <u>SECTION 3. AND BE IT FURTHER ENACTED, That, on or before December 31,</u> 4 2021, the Special Secretary for the Governor's Office of Small, Minority, and Women 5 <u>Business Affairs shall report to the Legislative Policy Committee, the Senate Budget and</u> 6 <u>Taxation Committee, and the House Appropriations Committee, in accordance with §</u> 7 <u>2–1257 of the State Government Article, on the status of establishing the guidelines for</u> 8 <u>minority business enterprise participation goals required under Section 1 of this Act.</u>

9 <u>SECTION 4. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take</u>
 10 <u>effect October 1, 2021.</u>

<u>SECTION 5. AND BE IT FURTHER ENACTED, That, except as provided in Section</u>
 <u>4 of this Act, this Act shall take effect July 1, 2021.</u>

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.