SENATE BILL 1014

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HB 646/23 – HGO & APP

By: **Senator Charles** Introduced and read first time: February 2, 2024 Assigned to: Budget and Taxation

Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 2, 2024

CHAPTER _____

1 AN ACT concerning

State Procurement - Minority Business Enterprises and Small Business Enterprises - Procurement Forecast and Outreach

FOR the purpose of requiring each unit to publish on the unit's website annually a certain 4 procurement forecast; requiring the Office of Small, Minority, and Women Business $\mathbf{5}$ 6 Affairs to consult with each primary procurement unit to identify potential 7 contracting opportunities for and increase outreach efforts to small businesses; requiring the Office to develop a certain program requiring each unit to submit, on 8 9 or before certain dates each year, certain procurement forecasts to the Office in 10 accordance with certain requirements; and generally relating to minority business 11 enterprise and small business enterprise participation in State procurement.

- 12 BY adding to
- 13 Article State Finance and Procurement
- 14 Section 14-302(a)(16)
- 15 Annotated Code of Maryland
- 16 (2021 Replacement Volume and 2023 Supplement)
- 17 BY repealing and reenacting, without amendments,
- 18 Article State Government
- 19 Section 9–302
- 20 Annotated Code of Maryland
- 21 (2021 Replacement Volume and 2023 Supplement)
- 22 BY adding to

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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



1 Article – State Government $\mathbf{2}$ Section 9-304.1 and 9-308 3 Annotated Code of Maryland (2021 Replacement Volume and 2023 Supplement) 4 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, $\mathbf{5}$ 6 That the Laws of Maryland read as follows: 7**Article - State Finance and Procurement** 14 - 3028 9 (16) ON OR BEFORE MAY 1 EACH YEAR, EACH UNIT SHALL PUBLISH ON (a) 10 THE UNIT'S WEBSITE A PROCUREMENT FORECAST LISTING ALL KNOWN AND 11 ANTICIPATED PROCUREMENTS TO BE MADE BY THE UNIT IN THE UPCOMING FISCAL 12YEAR, INCLUDING AN ESTIMATE OF THE ANTICIPATED MINORITY BUSINESS ENTERPRISE PARTICIPATION GOALS FOR EACH PROCUREMENT. 13 Article – State Government 14159 - 302.16 There is an Office of Small, Minority, and Women Business Affairs in the Executive 17Department. 18 9-304.1. 19 **(**A**)** (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 20INDICATED. "PRIMARY PROCUREMENT UNIT" HAS THE MEANING STATED IN § 21(2) 11-101 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 22"Small business" has the meaning stated in § 14-501 of 23(3) 24THE STATE FINANCE AND PROCUREMENT ARTICLE. 25**(B)** THE OFFICE SHALL CONSULT WITH EACH PRIMARY PROCUREMENT 26UNIT TO IDENTIFY POTENTIAL CONTRACTING OPPORTUNITIES FOR AND INCREASE 27OUTREACH EFFORTS TO SMALL BUSINESSES. 28(C) THE OFFICE, IN CONSULTATION WITH PRIMARY PROCUREMENT UNITS, 29SHALL DEVELOP A PROGRAM TO:

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1 (1) IDENTIFY AND INCREASE AWARENESS OF PROCUREMENT 2 OPPORTUNITIES FOR SMALL BUSINESS CONTRACTS <u>BUSINESSES</u> FOR SERVICES AND 3 SUPPLIES; AND

4 (2) ASSIST SMALL BUSINESSES IN COMPLYING WITH PROCEDURES
5 FOR BIDDING ON A PROCUREMENT CONTRACT OR RESPONDING TO A REQUEST FOR
6 PROPOSALS.

7 <u>9–308.</u>

8 (A) ON OR BEFORE JUNE 30 EACH YEAR, EACH UNIT SHALL SUBMIT TO THE 9 OFFICE A PROCUREMENT FORECAST FOR ALL PROCUREMENT CONTRACTS OVER 10 \$100,000 FOR THE UPCOMING FISCAL YEAR.

- 11(B)(1)ON OR BEFORE AUGUST 15 EACH YEAR, EACH UNIT SHALL SUBMIT12ANNUALLY THE UNIT'S RECONCILIATION OF THE PRIOR FISCAL YEAR'S13PROCUREMENT FORECAST TO INCLUDE:
- 14 (I) <u>THE STATUS OF THE FORECASTED PROCUREMENTS;</u>
- 15(II)THE TOTAL NUMBER OF FORECASTED CONTRACTS THAT16HAVE BEEN AWARDED; AND
- 17 (III) <u>THE TOTAL NUMBER OF PROCUREMENTS THAT HAVE BEEN</u>
 18 <u>AWARDED BUT WERE UNANTICIPATED BY THE UNIT'S PRIOR FISCAL YEAR'S</u>
 19 PROCUREMENT FORECAST.
- 20(2)EACH UNIT SHALL NOTIFY THE OFFICE WITHIN 15 DAYS OF ANY21UPDATES TO THE EXISTING FORECAST, INCLUDING:
- 22(I)ADDITIONAL PROCUREMENTS FORECASTED FOR THE23CURRENT FISCAL YEAR; AND

24(II)ANY PREVIOUSLY FORECASTED PROCUREMENTS THAT ARE25NO LONGER ANTICIPATED TO OCCUR DURING THE FISCAL YEAR.

26(3)THE OFFICE SHALL PUBLISH THE INFORMATION PROVIDED BY27EACH UNIT ON THE OFFICE'S WEBSITE.

28 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 29 October 1, 2024.