

February 14, 2024

Senator Guy Guzzone, Chair Senate Budget and Taxation Committee 3 West, Miller Senate Office Building Annapolis, MD 21401

RE: SB 667 – <u>FAVORABLE</u> – State Procurement – Maryland State Board of Contract Appeals – Attorney's Fees

Dear Chair Guzzone and Members of the Committee:

The Maryland Transportation Builders and Materials Association ("MTBMA") has been and continues to serve as the voice for Maryland's construction transportation industry since 1932. Our association is comprised of 200 members. MTBMA encourages, develops, and protects the prestige of the transportation construction and materials industry in Maryland by establishing and maintaining respected relationships with federal, state, and local public officials. We proactively work with regulatory agencies and governing bodies to represent the interests of the transportation industry and advocate for adequate state and federal funding for Maryland's multimodal transportation system.

Senate Bill 667 would make it mandatory that the Maryland State Board of Contract Appeals award a prospective bidder or offeror costs for filing and pursing a protest, including reasonable attorney's fees, when the Board sustains the appeal and finds that there has been a violation. Currently, the law leaves it to the discretion of the Board to award these fees.

MTBMA supports this legislation because this is proper protocol. The legal system handles attorney's fees similarly—awarding attorney's fees to the successor, so this should not be any different. If a bidder is successful in winning an appeal, it seems reasonable and practical that the other party be responsible for covering those attorney's fees. The cost of doing business in Maryland is very high, and any legislation that assist with easing the administrative burdens is favorable to our Association.

We appreciate you taking the time to consider our request for a **FAVORABLE** report on Senate Bill 667.

Thank you,

Michael Sakata President and CEO

Maryland Transportation Builders and Materials Association