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Introduced and read first time: March 3, 2003 Assigned to: Rules and Executive Nominations Re-referred to: Environmental Matters, March 7, 2003

Committee Departs Foresphile with amondments

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 27, 2003

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### CHAPTER

### 1 AN ACT concerning

2

### Consolidation of Rural Development Programs

- 3 FOR the purpose of renaming the Forvm for Rural Maryland to be the Rural
- 4 Maryland Council; providing for the purpose of the Council; expanding the
- 5 Council's membership; requiring the Council to elect one or more Vice
- 6 Chairmen; altering and expanding the Council's Executive Board membership
- and clarifying its duties; authorizing the Council's Chairman to establish certain
- 8 working committees; requiring the Council's Executive Director to serve at the
- 9 pleasure of the Executive Board; placing the Council, for administrative and
- budgetary reasons, under the Maryland Department of Agriculture and
- 11 requiring the Department to provide certain funding, staff, and resources for the
- 12 Council; requiring the Secretary of Agriculture to include the Council's budget
- request that is provided to the Department of Budget and Management with the
- budget request of the Maryland Department of Agriculture; providing for the
- location of the Council's principal office; transferring from the Board of Public
- Works to the Council the administration of the Maryland Agricultural Education
- and Rural Development Assistance Fund; transferring from the Department of
- and Kurai Development Assistance Fund, transferring from the Department of
- 18 Business and Economic Development to the Council the administration of
- 19 awarding certain grants; expanding the membership of the Maryland
- 20 Agricultural Education and Rural Development Assistance Board and requiring
- 21 it to make certain binding recommendations to the Council; authorizing certain
- agencies to assist the Council with administering certain grants; altering

4	. •		•				• .	1	. 1	a .1
1	certain	reporting	requiremen	te tor	certain	grant rect	niente	and	the	Council
1	ccrtain	reporting	1 Cquii Cilicii	to IOI	ccrtain	grant recr	picitis	anu	uic	Council,

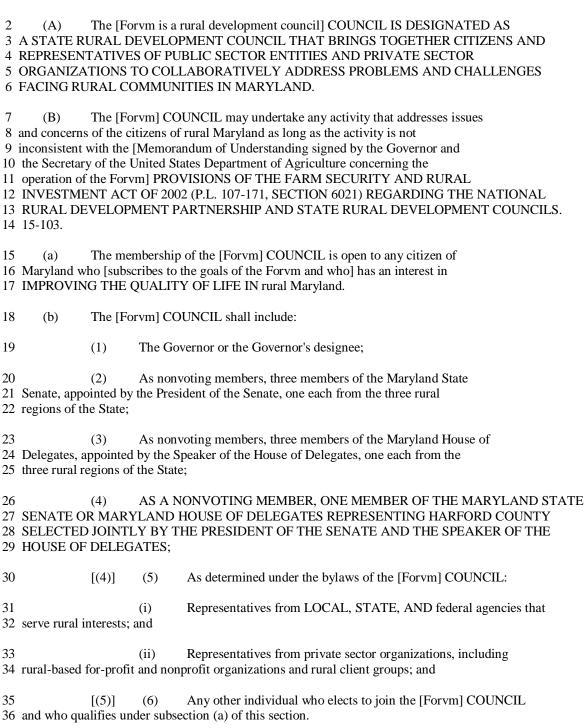
- 2 declaring the intent of the General Assembly; repealing the termination
- 3 provision for the Maryland Agricultural Education and Rural Development
- 4 Assistance Fund; providing for the transition under this Act; providing for the
- 5 application of this Act; making the provisions of this Act severable; defining
- 6 certain terms; and generally relating to the Forvm for Rural Maryland and the
- 7 Maryland Agricultural Education and Rural Development Assistance Fund Act
- 8 of 2000.

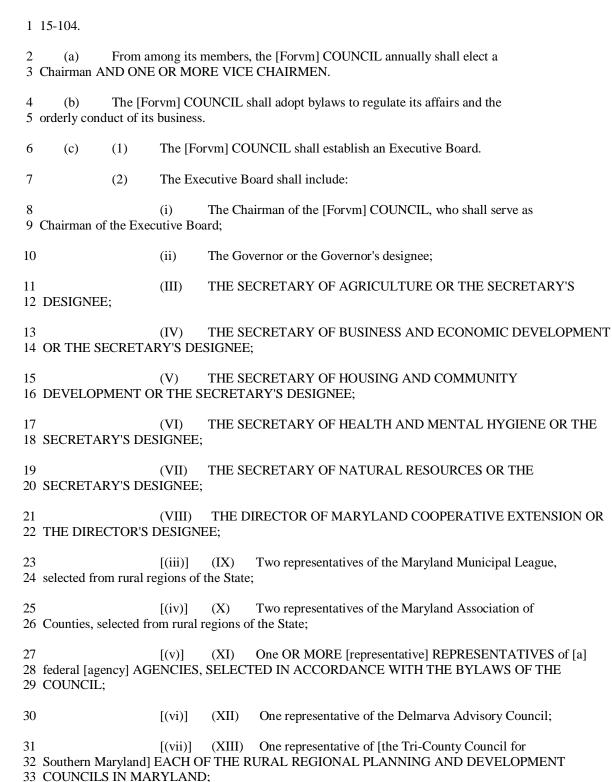
### 9 BY adding to

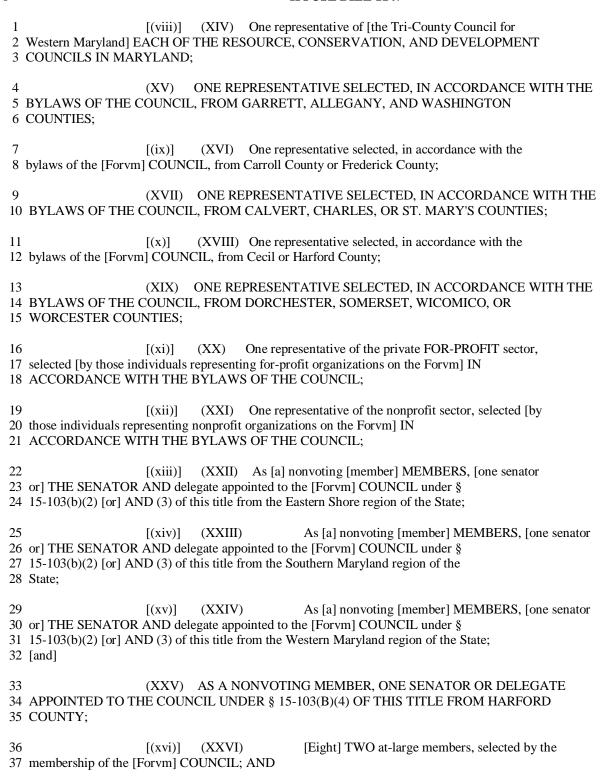
- 10 Article 41 Governor Executive and Administrative Departments
- 11 Section 15-101
- 12 Annotated Code of Maryland
- 13 (1997 Replacement Volume and 2002 Supplement)
- 14 BY repealing and reenacting, with amendments,
- 15 Article 41 Governor Executive and Administrative Departments
- Section 15-101 through 15-110, inclusive, to be under the amended title "Title
- 17 15. Rural Maryland Council"
- 18 Annotated Code of Maryland
- 19 (1997 Replacement Volume and 2002 Supplement)
- 20 BY repealing and reenacting, with amendments,
- 21 Article State Finance and Procurement
- 22 Section 2-206 and 11-203(a)
- 23 Annotated Code of Maryland
- 24 (2001 Replacement Volume and 2002 Supplement)
- 25 BY repealing and reenacting, without amendments,
- 26 Article State Finance and Procurement
- 27 Section 11-203(b)
- 28 Annotated Code of Maryland
- 29 (2001 Replacement Volume and 2002 Supplement)
- 30 BY repealing and reenacting, with amendments,
- 31 Article State Government
- 32 Section 10-102(b)
- 33 Annotated Code of Maryland
- 34 (1999 Replacement Volume and 2002 Supplement)
- 35 BY repealing and reenacting, with amendments,
- 36 Chapter 552 of the Acts of the General Assembly of 2000
- 37 Section 4 and 5
- 38 BY repealing and reenacting, with amendments,

1 2	Chapter 534 of the Acts of the General Assembly of 2002 Section 2
3	Preamble
6	WHEREAS, Many rural communities in Maryland are currently facing difficult challenges relating to changing economic condition, an aging population, an inadequate access to quality health care and other services, and a deteriorating or inadequate physical infrastructure; and
10	WHEREAS, Local governments, educational institutions, and private service providers in rural areas are increasingly unable to meet all the economic development, community development, and human services needs of approximately 1.4 million citizens residing in the rural counties and municipalities; and
14	WHEREAS, Agricultural and other resource-based enterprises continue to underpin the local economies of rural communities, but are increasingly under threat from national and international competition, land development pressure, and regulatory influences; and
18 19 20	WHEREAS, The United States Congress passed The Farm Security and Rural Investment Act of 2002 which potentially provides Marylanders with opportunities to seek assistance on a variety of rural concerns including agricultural and forest land preservation, soil and water conservation, agribusiness development, small community water and wastewater infrastructure, safe and affordable housing, broadband telecommunications access, and other community facilities; and
24 25	WHEREAS, The State's existing rural capacity development programs could be combined to provide for more efficient programmatic and policy development coordination, take better advantage of new opportunities, and enhance the capabilities of Maryland's rural communities to deal with the difficult challenges they face; now, therefore,
27 28	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
29	Article 41 - Governor - Executive and Administrative Departments
30	Title 15. [Forvm for] Rural Maryland COUNCIL.
31	15-101.
32	IN THIS TITLE, "COUNCIL" MEANS THE RURAL MARYLAND COUNCIL.
33	[15-101.] 15-101.1.
34	There is a [Forvm for] Rural Maryland COUNCIL.

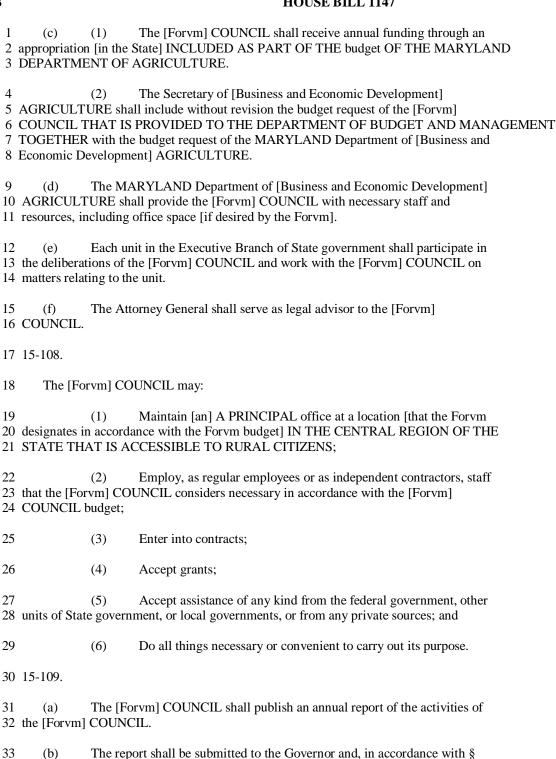
1 15-102.







1 (XXVII) NO MORE THAN SIX MEMBERS REPRESENTING STATEWIDE 2 NONPROFIT ORGANIZATIONS WITH A RURAL FOCUS, SELECTED IN ACCORDANCE 3 WITH THE BYLAWS OF THE COUNCIL. 4 Members of the Executive Board shall be selected and serve in 5 accordance with the bylaws of the [Forvm] COUNCIL. 6 The [Forvm] COUNCIL may expand the membership of the Executive (d) 7 Board through the bylaws of the [Forvm] COUNCIL. 8 15-105. 9 (a) The Executive Board shall make recommendations on [policy] 10 PROGRAMMATIC OR REGULATORY matters [to the Forum and on implementation of 11 policies that the Forvm adopts] OF CONCERN TO RURAL COMMUNITIES AFTER A 12 CONSENSUS OF OPINION HAS EMERGED. 13 (b) With the consent of the Executive Board, the Chairman may establish 14 subcommittees OR WORKING COMMITTEES consisting of members of the [Forvm] 15 COUNCIL AND INTERESTED PARTIES to address or study specific issues. 16 15-106. 17 The [Forvm] COUNCIL shall hire an Executive Director. (a) 18 (b) The Executive Director shall: 19 Be responsible for the day-to-day operations of the [Forvm] (1) 20 COUNCIL; and 21 Assist in the development of policy recommendations for 22 consideration by the [Forvm] COUNCIL or by the Executive Board. 23 The Executive Director serves at the pleasure of the [Forvm] EXECUTIVE (c) 24 BOARD. 25 15-107. The [Forvm] COUNCIL is an independent unit in the Executive Branch of 26 (a) 27 State government [and may not be placed by the Governor in any principal 28 department] THAT FOR ADMINISTRATIVE AND BUDGETARY PURPOSES SHALL BE 29 PLACED UNDER THE MARYLAND DEPARTMENT OF AGRICULTURE. The [Forvm] COUNCIL is exempt from the provisions of: 30 (b) 31 (1) Division I of the State Personnel and Pensions Article; 32 (2)Division II of the State Finance and Procurement Article except as 33 otherwise provided in § 11-203(b) of that article; and 34 Title 10, Subtitle 1 of the State Government Article. (3)



34 2-1246 of the State Government Article, to the General Assembly.

1	15-110.							
2	(a)	(1)	This section only applies if the [Forvm] COUNCIL is dissolved.					
3	assets of the	(2) State.	This section does not apply to the disposition of any funds or other					
7 8 9	(b) After paying or making provision for the payment of any liability of the [Forvm] COUNCIL, the [Forvm] COUNCIL shall dispose of all assets of the [Forvm] COUNCIL in a manner consistent with the purposes of the [Forvm] COUNCIL by transferring the assets to an organization that is organized and operated exclusively for charitable, educational, religious, or scientific purposes and that is then qualified as an exempt organization under § 501(c)(3) of the Internal Revenue Code.							
		n which t	orvm] COUNCIL fails to dispose of any assets, the circuit court for the [Forvm] COUNCIL has its principal office shall dispose of the insistent with subsection (b) of this section.					
14			<b>Article - State Finance and Procurement</b>					
15	2-206.							
16	(a)	(1)	In this section the following words have the meanings indicated.					
17 18	Developmen	(2) nt Assista	"Board" means the Maryland Agricultural Education and Rural nce Board.					
19 20	UNDER AF	(3) RTICLE 4	"COUNCIL" MEANS THE RURAL MARYLAND COUNCIL ESTABLISHED 1, TITLE 15 OF THE CODE.					
21 22	Developmen	( <u>4)</u> nt Assista	"Fund" means the Maryland Agricultural Education and Rural nce Fund.					
23	(b)	The Ger	neral Assembly finds and declares that:					
26	of the State community	developn	many nonprofit organizations that serve the needs of the rural areas ce fiscal difficulties in addressing the areas of economic and nent and agriculture and forestry education because of the g resources for them;					
	sources of fo		these organizations do not have the access to private and public at are generally more available to nonprofit groups that serve opolitan areas of the State; and					
31 32	resources w	(3) here the r	as a result, the rural areas of the State face a serious deficit of need, in many instances, is greatest.					
33 34	(c) Assistance l	(1) Fund that	There is a Maryland Agricultural Education and Rural Development shall be administered by the [Board of Public Works] COUNCIL.					

1	(2)	The pur	pose of the Fund is to provide funding:
			to rural regional planning and economic development unity development programs whose missions and work and merit State support; and
			to augment the efforts of advanced technology centers AND serve agricultural and natural resources based small gh community colleges.
8 9	(3) to § 7-302 of this artic	(i) cle.	The Fund is a continuing, nonlapsing fund which is not subject
10 11	account for the Fund	(ii)	The Treasurer shall separately hold and the Comptroller shall
12 13	manner as other State	(iii) e money	The Treasurer may invest moneys in the Fund in the same may be invested.
14	(4)	Expend	itures from the Fund may only be made:
15 16	Assembly in the annu	(i) ual State	pursuant to an appropriation approved by the General budget; or
17 18	this article, provided	(ii) that:	by the budget amendment procedure provided for in § 7-209 of
19 20	been submitted to the	e budget (	1. the budget amendment and supporting information have committees for their review and comment; and
21 22	amendment and supp	oorting in	2. at least 45 days have elapsed from the time the budget formation were submitted to the budget committees.
			blic Works shall designate the Department of Business as the agency to administer the grant funding under this
		the basi	epartment of Business and Economic Development] COUNCIL s of the BINDING recommendations of the Maryland ural Development Assistance Board.
29 30	[(f)] (E) Development Assista	(1) ance Boar	There is a Maryland Agricultural Education and Rural rd.
31	(2)	The Boa	ard shall consist of:
32		(i)	the Secretary of Agriculture or the Secretary's designee;
33 34	Secretary's designee;	(ii)	the Secretary of Business and Economic Development or the

1 2	DEVELOPMENT OR	(III) R THE SE		CRETARY OF HOUSING AND COMMUNITY RY'S DESIGNEE;
3 4	SECRETARY'S DES	(IV) IGNEE;	THE SE	CRETARY OF HEALTH AND MENTAL HYGIENE OR THE
5 6	designee; and	[(iii)]	(V)	the Secretary of Natural Resources or the Secretary's
7 8	COUNCIL or the Cha	[(iv)] irman's d		the Chairman of the [Forvm for Rural Maryland]
	(3) SECTION MAY ASS AWARDS.			LISTED IN SUBSECTION (E)(2)(I) THROUGH (V) OF THIS CIL WITH ADMINISTERING INDIVIDUAL GRANT
12	[(3)]	(4)	The Boa	rd shall:
13		(i)	establish	procedures for applications for grants;
14		(ii)	review a	pplications for grants; and
			opment]	NDING recommendations to the [Department of COUNCIL regarding the [recipient] of the grants.
		(5) ganizatio		ng in fiscal year 2002, the] THE Board shall give bed in subsection (c)(2)(i) of this section that
21 22	other than the State in			an equal matching amount of funding from a source ior fiscal year; or
23 24	source to provide an e	(ii) equal mat		t evidence of a commitment of a third party funding tount of funding in the current fiscal year.
	[(g)] (F) and Economic Develor recipient spent or other		COUNCI	recipient shall submit to the [Department of Business L written documentation of how the grant ant.
30		ent] COU	JNCIL sh	e 30 of each year, the [Department of Business and all submit to the Governor and, in accordance Article, the General Assembly, a written
32		(i)	the numl	per of grants made during the fiscal year;
33		(ii)	the name	es of the recipients of the grants;
34		(iii)	the speci	fic purpose of each grant awarded; and

1 2	used the grant.	(iv)	documentation of how the grant recipient spent or otherwise
3	11-203.		
4 5	(a) Except a not apply to:	as provide	ed in subsection (b) of this section, this Division II does
6	(1)	procurer	ment by:
7		(i)	the Blind Industries and Services of Maryland;
8		(ii)	the Maryland State Arts Council, for the support of the arts;
9 10	Authority, if no State	(iii) money is	the Maryland Health and Higher Educational Facilities s to be spent on a procurement contract;
11 12	if no State money is t	(iv) to be sper	the Maryland Higher Education Supplemental Loan Authority, at on a procurement contract;
15		ining serv	the Maryland Industrial Training Program or the Partnership m in the Department of Business and Economic vices or programs for new or expanding businesses or ustries in transition;
17 18	Authority is exempt	(vi) under Titl	the Maryland Food Center Authority, to the extent the le 13, Subtitle 1 of Article 41 of the Code;
19 20	artists for educationa	(vii) l and cult	the Maryland Public Broadcasting Commission, for services of ural television productions;
21 22	entertainment, and in	(viii) tercollegi	public institutions of higher education, for cultural, atte athletic procurement contracts;
23 24	Disabilities, for servi	(ix) ces to sup	the Maryland State Planning Council on Developmental oport demonstration, pilot, and training programs;
25		(x)	the Maryland Automobile Insurance Fund;
26		(xi)	the Maryland Historical Trust for:
27 28	historically, or cultur	ally signi	1. surveying and evaluating architecturally, archeologically ficant properties; and
29 30	preservation planning	g docume	2. other than as to architectural services, preparing historic nts and educational material;
31 32	Programs if the Univ	(xii) versity ad	the University of Maryland, for University College Overseas

1 2	for University College Over	1. seas Progr	establish policies and procedures governing procurement rams; and				
3		2.	promote the purposes stated in § 11-201(a) of this subtitle;				
4	(xiii)	St. Ma	ry's College of Maryland;				
7 8 9	directly enhance promotion a private sector contribution project, if the project is review	(xiv) the Department of Business and Economic Development, for sotiating and entering into private sector cooperative marketing projects that eactly enhance promotion of Maryland and the tourism industry where there will be rivate sector contribution to the project if not less than 50% of the total cost of the ject, if the project is reviewed by the Attorney General and approved by the cretary of Business and Economic Development or the Secretary's designee;					
11	(xv)	the [Fo	orvm for] Rural Maryland COUNCIL;				
14	entering into private sector	cooperativ	aryland State Lottery Agency, for negotiating and we marketing projects that directly enhance very and its products, if the cooperative				
	1. provides a substantive promotional or marketing value that the lottery determines acceptable in exchange for advertising or other promotional activities provided by the lottery;						
19 20	alcohol or tobacco products	2. ; and	does not involve the advertising or other promotion of				
21 22	Maryland Lottery Director	3. or the Dire	is reviewed by the Attorney General and approved by the ector's designee; and				
23 24	(xvii) 14, Subtitle 5 of the Insuran		aryland Health Insurance Plan established under Title				
25	(2) procu	rement by	a unit from:				
26	(i)	anothe	er unit;				
27	(ii)	a polit	ical subdivision of the State;				
28	(iii)	an age	ncy of a political subdivision of the State;				
29 30	(iv) United States, or of another		rnment, including the government of another state, of the				
31	(v)	an age	ncy or political subdivision of a government; or				
32 33	(vi) agency; or	a bista	te, multistate, bicounty, or multicounty governmental				
34	(3) procu	rement in	support of enterprise activities for the purpose of:				

1		(i)	direct resale; or			
2		(ii)	remanufacture and subsequent resale.			
3	(b) (1) The following provisions of this Division II apply to each procurement enumerated in subsection (a) of this section:					
5		(i)	§ 11-205 of this subtitle ("Fraud in procurement");			
6 7	contracts");	(ii)	§ 12-204 of this article ("Board approval for designated			
8 9	Expenditures and Rea	(iii) l Propert	Title 12, Subtitle 2 of this article ("Supervision of Capital y Leases");			
10 11	clause");	(iv)	§ 13-219 of this article ("Required clauses - Nondiscrimination			
12		(v)	§ 13-221 of this article ("Disclosures to Secretary of State");			
13		(vi)	Title 16 of this article ("Debarment of Contractors"); and			
14 15	Subdivisions").	(vii)	Title 17 of this article ("Special Provisions - State and Local			
	6 (2) A procurement by an entity listed in subsection (a)(1)(i) through (xv) 7 of this section shall be made under procedures that promote the purposes stated in § 8 11-201(a) of this subtitle.					
21	(3) (i) A unit that procures human, social, or educational services from an entity enumerated in subsection (a)(2) of this section shall publish in the Contract Weekly notice of a procurement contract or an extension or renewal of a procurement contract if:					
23 24	more than \$25,000; a	nd	1. the procurement contract, extension, or renewal costs			
25 26	§ 13-106 of this artic	le.	2. the procurement is made for 3rd party clients described in			
	•		The notice required under this paragraph shall be published not ecution and approval of the procurement contract or e procurement contract.			
	(4) The purchase of advisory services from the General Selection Board or the Transportation Selection Board under § 13-305 of this article shall be governed by the Maryland Architectural and Engineering Services Act.					

the Maryland Environmental Service;

the Environmental Finance Center;

the [FORVM for] Rural Maryland COUNCIL;

the Maryland Center for Environmental Training;

the U.S. Department of Agriculture Rural Development;

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(3)

(4)

(5)

(6)

(7)

- 1 (8) the Maryland Municipal League;
- 2 (9) the Maryland Association of Counties;
- 3 (10) the Maryland Rural Water Association;
- 4 (11) the Chesapeake Bay Foundation; and
- 5 (12) Safe Waterways in Maryland (SWIM).
- 6 (c) The members shall elect a chairman from among the members of the 7 Committee.
- 8 (d) The Department of the Environment shall provide staff for the Committee.
- 9 (e) A member may not receive compensation for serving on the Committee, but
- 10 is entitled to reimbursement for expenses under the Standard State Travel
- 11 Regulations, as provided in the State budget.
- 12 (f) The Committee shall implement a recommendation of the Governor's Task
- 13 Force on Upgrading Sewerage Systems by advising local jurisdictions on the efficient
- 14 operation and financial management of wastewater treatment systems.
- 15 (g) The Committee shall report to the State Advisory Council on Water
- 16 Security and Sewerage Systems on or before November 1 of each year.
- 17 SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the
- 18 General Assembly that the Department of Business and Economic Development
- 19 continue to administer the Maryland Agricultural Education and Rural Development
- 20 Assistance Fund for all grants made during Fiscal Year 2003, and earlier; and that
- 21 the Rural Maryland Council will begin administration of the Fund beginning in Fiscal
- 22 Year 2004, and continuing thereafter, by utilizing any appropriations that may have
- 23 been provided through the Board of Public Works for this purpose.
- 24 SECTION 3. AND BE IT FURTHER ENACTED, That any employee, who, as
- 25 of June 30, 2003, is assigned to the FORVM for Rural Maryland is hereby transferred
- 26 to the Rural Maryland Council, as established by Section 1 of this Act, effective July
- 27 1, 2003, without any change or loss of rights or status.
- 28 SECTION 4. AND BE IT FURTHER ENACTED, That, except as expressly
- 29 provided to the contrary in this Act, any transaction affected by or flowing from any
- 30 statute here amended, repealed, or transferred, and validly entered into before the
- 31 effective date of this Act and every right, duty, or interest following from it remains
- 32 valid after the effective date of this Act and may be terminated, completed,
- 33 consummated, or enforced pursuant to law.
- 34 SECTION 5. AND BE IT FURTHER ENACTED, That it is the intent of the
- 35 General Assembly that office furniture, computers, and other equipment, and
- 36 miscellaneous supplies that were purchased by the FORVM will transfer to the Rural
- 37 Maryland Council when its offices are relocated from Baltimore to Annapolis. The

- 1 affected State agencies are also directed to assist the FORVM and Rural Maryland
- 2 Council with their telecommunications and Internet website needs to insure that
- 3 services provided to the public are maintained with a minimum level of disruption.
- 4 SECTION 6. AND BE IT FURTHER ENACTED, That, except as otherwise
- 5 provided in this Act, all rules and regulations, proposed rules and regulations,
- 6 standards and guidelines, proposed standards and guidelines, orders and other
- 7 directives, forms, plans, memberships, special funds, appropriations, grants, loans,
- 8 applications and commitments for grants and loans, contracts, properties,
- 9 investigations, administrative and judicial proceedings, rights to sue and be sued, and
- 10 all other duties and responsibilities associated with those functions transferred by
- 11 this Act shall continue in effect until completed, withdrawn, canceled, modified, or
- 12 otherwise changed pursuant to law.
- 13 SECTION 7. AND BE IT FURTHER ENACTED, That if any provision of this
- 14 Act or the application thereof to any person or circumstance is held invalid for any
- 15 reason in a court of competent jurisdiction, the invalidity does not affect other
- 16 provisions or any other application of this Act which can be given effect without the
- 17 invalid provision or application, and for this purpose the provisions of this Act, are
- 18 declared severable.
- 19 SECTION 8. AND BE IT FURTHER ENACTED, That this Act shall take 20 effect July 1, 2003.