# HOUSE BILL 182

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(PRE-FILED)

2lr1119 CF 2lr1121

#### By: **Delegate Boyce** Requested: October 31, 2021 Introduced and read first time: January 12, 2022 Assigned to: Health and Government Operations

# A BILL ENTITLED

## 1 AN ACT concerning

## State Procurement – Certification of LGBTQ Businesses

- FOR the purpose of requiring a certain certification agency to compile and manage a certain
  list of certified LGBTQ businesses in the State for a certain purpose on or before a
  certain date and annually thereafter; authorizing the certification agency, in
  compiling the list, to use certain existing lists; requiring the certification agency to
  publish a certain list on its website; and generally relating to the certification of
  LGBTQ businesses.
- 9 BY adding to
- 10 Article State Finance and Procurement
- 11 Section 12–112
- 12 Annotated Code of Maryland
- 13 (2021 Replacement Volume)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
   That the Laws of Maryland read as follows:
- 16 Article State Finance and Procurement
- 17 **12–112.**
- 18(A)(1)IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS19INDICATED.

20 (2) "CERTIFICATION" MEANS THE DETERMINATION BY THE 21 CERTIFICATION AGENCY THAT A LEGAL ENTITY IS AN LGBTQ BUSINESS FOR THE 22 PURPOSES OF THIS SECTION.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1 (3) "CERTIFICATION AGENCY" MEANS THE AGENCY DESIGNATED BY 2 THE BOARD OF PUBLIC WORKS UNDER § 14–303(B) OF THIS ARTICLE TO CERTIFY 3 AND DECERTIFY MINORITY BUSINESS ENTERPRISES.

4 (4) "CERTIFIED LGBTQ BUSINESS" MEANS AN LGBTQ BUSINESS 5 THAT HOLDS A CERTIFICATION.

6 (5) "LGBTQ BUSINESS" MEANS ANY LEGAL ENTITY, EXCEPT A JOINT 7 VENTURE, THAT:

8 (I) HAS BEEN FORMED AS A LEGAL ENTITY IN THE UNITED 9 STATES TO ENGAGE IN COMMERCIAL TRANSACTIONS;

10 (II) HAS ITS PRINCIPAL PLACE OF BUSINESS IN THE UNITED 11 STATES;

12 (III) IS AT LEAST 51% OWNED, OPERATED, MANAGED, AND 13 CONTROLLED BY ONE OR MORE INDIVIDUALS WHO ARE:

141.LESBIAN, GAY, BISEXUAL, TRANSGENDER, OR QUEER;15AND

16 2. EITHER UNITED STATES CITIZENS OR LAWFUL 17 PERMANENT RESIDENTS; AND

18(IV) EXERCISES INDEPENDENCE FROM A BUSINESS THAT DOES19NOT MEET THE CRITERIA LISTED IN ITEMS (I) THROUGH (III) OF THIS PARAGRAPH.

20 (B) (1) ON OR BEFORE DECEMBER 1, 2022, AND ANNUALLY 21 THEREAFTER, THE CERTIFICATION AGENCY SHALL COMPILE AND MANAGE A LIST OF 22 CERTIFIED LGBTQ BUSINESSES IN THE STATE TO IDENTIFY AND ENCOURAGE 23 OUTREACH TO LGBTQ BUSINESSES AND TRACK THE USE OF CERTIFIED LGBTQ 24 BUSINESSES ON STATE PROCUREMENT CONTRACTS.

(2) IN COMPILING THE LIST REQUIRED UNDER PARAGRAPH (1) OF
THIS SUBSECTION, THE CERTIFICATION AGENCY MAY CERTIFY AN LGBTQ
BUSINESS USING EXISTING LISTS COMPILED BY THE NATIONAL GAY AND LESBIAN
CHAMBER OF COMMERCE OR ANY SUCCESSOR ORGANIZATION WITHOUT THE NEED
FOR ANY ADDITIONAL CONFIRMATION OF ELIGIBILITY FOR CERTIFICATION.

30(3) THE CERTIFICATION AGENCY SHALL PUBLISH THE LIST31 COMPILED UNDER PARAGRAPH (1) OF THIS SUBSECTION ON ITS WEBSITE.

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1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 October 1, 2022.