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(PRE-FILED)

5lr1677 CF HB 56

By: **Senator Hester** Requested: November 1, 2024 Introduced and read first time: January 8, 2025 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

Procurement – State Department of Education – Control Authority – Local Food Purchasing

FOR the purpose of authorizing the State Department of Education to engage in or control
procurements of certain local food; altering the list of units exempt from the
authority of the Board of Public Works to control procurement to include the
Department for the purpose of master contracting; altering the list of units that are
defined as designated procurement units to include the Department with respect to
master contracts related to local food; and generally relating to the State Department
of Education and State procurement.

- 11 BY adding to
- 12 Article Education
- 13 Section 7–136
- 14 Annotated Code of Maryland
- 15 (2022 Replacement Volume and 2024 Supplement)
- 16 BY repealing and reenacting, with amendments,
- 17 Article State Finance and Procurement
- 18 Section 12–101(a), 12–107(b)(4) and (5), 13–101(b), and 13–113(a)
- 19 Annotated Code of Maryland
- 20 (2021 Replacement Volume and 2024 Supplement)
- 21 BY adding to
- 22 Article State Finance and Procurement
- 23 Section 12–107(b)(6)
- 24 Annotated Code of Maryland
- 25 (2021 Replacement Volume and 2024 Supplement)
- 26 BY repealing and reenacting, without amendments,

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



1 Article – State Finance and Procurement

2 Section 13–101(a) and (e) and 14–701(a) through (d)

3 Annotated Code of Maryland

4 (2021 Replacement Volume and 2024 Supplement)

5 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
6 That the Laws of Maryland read as follows:

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Article – Education

8 **7–136.**

9 (A) IN ACCORDANCE WITH § 12–107(B) OF THE STATE FINANCE AND 10 PROCUREMENT ARTICLE, THE DEPARTMENT, WITHOUT THE APPROVAL OF ANY 11 OTHER PRIMARY PROCUREMENT UNIT, MAY ENGAGE IN OR CONTROL 12 PROCUREMENT OF:

13 (1) FOOD GROWN WITHIN A 200-MILE RADIUS FROM AN ELEMENTARY
 14 OR SECONDARY SCHOOL FOR WHICH A LOCAL SCHOOL SYSTEM ENTERS INTO A
 15 MASTER CONTRACT WITH THE DEPARTMENT;

16(2)FOOD GROWN AT A CERTIFIED LOCAL FARM UNDER § 14–701 OF17THE STATE FINANCE AND PROCUREMENT ARTICLE; AND

18 (3) CERTIFIED CHESAPEAKE INVASIVE SPECIES PROVIDED BY A 19 CERTIFIED CHESAPEAKE INVASIVE SPECIES PROVIDER AS DEFINED IN § 14–701 OF 20 THE STATE FINANCE AND PROCUREMENT ARTICLE.

(B) THE DEPARTMENT SHALL COORDINATE WITH THE DEPARTMENT OF
 AGRICULTURE AND ANY OTHER RELEVANT UNIT OF STATE GOVERNMENT TO
 ESTABLISH A CENTRALIZED PLATFORM TO ENCOURAGE THE PARTICIPATION OF
 FARMERS AND DISTRIBUTORS IN PROCUREMENT OPPORTUNITIES IN ACCORDANCE
 WITH SUBSECTION (A) OF THIS SECTION.

(C) SUBJECT TO § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE
DEPARTMENT SHALL REPORT TO THE GENERAL ASSEMBLY ON OR BEFORE
DECEMBER 1 EACH YEAR ON THE TOTAL NUMBER AND DOLLAR VALUE OF MASTER
CONTRACTS IN ACCORDANCE WITH THIS SECTION WITH:

- 30 (1) LOCAL SCHOOL SYSTEMS;
- 31 (2) CERTIFIED LOCAL FARMS; AND
- 32 (3) CERTIFIED CHESAPEAKE INVASIVE SPECIES PROVIDERS.

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| 1 | Article – State Finance and Procurement |
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| 2 | 12–101. |
| 3 | (a) This section does not apply to: |
| 4 5 6 | (1) capital expenditures by the Department of Transportation or the Maryland Transportation Authority, in connection with State roads, bridges, or highways, as provided in § 12–202 of this title; [or] |
| 7 8 | (2) procurements by the Department of General Services for the purpose of modernizing cybersecurity infrastructure for the State valued below \$1,000,000; OR |
| 9 10 11 | (3) PROCUREMENTS BY THE STATE DEPARTMENT OF EDUCATION FOR THE PURPOSE OF MASTER CONTRACTING AS DEFINED IN § 13–101 OF THIS ARTICLE. |
| 12 | 12–107. |
| 13 14 | (b) Subject to the authority of the Board, jurisdiction over procurement is as follows: |
| $\begin{array}{c} 15\\ 16\end{array}$ | (4) the Maryland Port Commission, without the approval of any of the other primary procurement units, may engage in the procurement of: |
| 17 18 | (i) supplies for port related activities, including motor vehicles and information processing supplies, but excluding: |
| 19 20 | 1. supplies funded by the proceeds from State general obligation bonds; and |
| 21 | 2. insurance; |
| $22 \\ 23 \\ 24$ | (ii) services for port related activities, including information processing services, but excluding banking and financial services under the authority of the State Treasurer under item (1) of this subsection; |
| $\frac{25}{26}$ | (iii) construction and construction related services for a port facility as defined in § 6–101(e) of the Transportation Article; |
| $\begin{array}{c} 27\\ 28 \end{array}$ | (iv) port related architectural and engineering services under Title 13, Subtitle 3 of this article; and |
| 29 30 | (v) leases of real property for port related activities unless the lease payments are from the General Fund of the State; [and] |

| $\frac{1}{2}$ | (5) the Department of General Services, without the approval of any other primary procurement unit, may engage in or control procurement of: |
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| $\frac{3}{4}$ | (i) information processing equipment, cloud computing equipment, and associated services, as provided in Title 3.5, Subtitle 3 of this article; |
| $5 \\ 6$ | (ii) information technology system modernization, as provided in Title 3.5, Subtitle 3 of this article; |
| 7 8 | (iii) telecommunication equipment, systems, or services, as provided in Title 3.5, Subtitle 4 of this article; and |
| 9 10 | (iv) cybersecurity upgrades and modernization, as provided in Title 3.5, Subtitle 3 of this article; AND |
| 11 12 13 | (6) THE STATE DEPARTMENT OF EDUCATION, WITHOUT THE APPROVAL OF ANY OTHER PRIMARY PROCUREMENT UNIT, MAY ENGAGE IN OR CONTROL PROCUREMENT OF: |
| 14 15 16 | (I) FOOD GROWN WITHIN A 200–MILE RADIUS FROM AN ELEMENTARY OR SECONDARY SCHOOL FOR WHICH A LOCAL SCHOOL SYSTEM ENTERS INTO A MASTER CONTRACT WITH THE STATE DEPARTMENT OF EDUCATION; |
| 17 18 | (II) FOOD GROWN AT A CERTIFIED LOCAL FARM UNDER § 14–701 OF THIS ARTICLE; AND |
| 19 20 21 | (III) CERTIFIED CHESAPEAKE INVASIVE SPECIES PROVIDED BY A CERTIFIED CHESAPEAKE INVASIVE SPECIES PROVIDER AS DEFINED IN § 14–701 OF THIS ARTICLE. |
| 22 | 13–101. |
| 23 | (a) In this subtitle the following words have the meanings indicated. |
| 24 | (b) "Designated procurement unit" means: |
| 25 | (1) the Department of General Services; |
| 26 | (2) the Department of Transportation; [or] |
| $\begin{array}{c} 27\\ 28 \end{array}$ | (3) the Department of Information Technology, only with respect to an information technology master contract executed before July 1, 2022, until the earlier of: |
| 29 30 | (i) the expiration date of all information technology master contracts; or |

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| 1 | (ii) June 30, 2027 ; OR |
|---|--|
| $2 \\ 3$ | (4) THE STATE DEPARTMENT OF EDUCATION, ONLY WITH RESPECT TO A MASTER CONTRACT RELATED TO LOCAL FOOD. |
| 4 5 6 | (e) "Master contracting" means a streamlined procurement method that provides for the qualification of bidders and offerors for the procurement of services, supplies, or commodities. |
| 7 | 13–113. |
| 8 9 10 | (a) (1) The designated procurement units may adopt master contracting, a streamlined procurement method, to provide for the qualification of an offeror in one or more categories of services, supplies, or commodities. |
| 11 12 13 | (2) NOTWITHSTANDING ANY REQUIREMENTS OF A LOCAL SCHOOL SYSTEM, THE STATE DEPARTMENT OF EDUCATION MAY NOT REQUIRE CERTIFICATION FOR GOOD AGRICULTURAL PRACTICES FOR MASTER CONTRACTING. |
| 14 | 14-701. |
| 15 | (a) In this subtitle the following words have the meanings indicated. |
| 16 | (b) "Certified Chesapeake invasive species" means a finfish species that is: |
| 17 18 | (1) ranked as high priority in the Maryland Aquatic Nuisance Species Management Plan; and |
| 19 | (2) harvested from the Chesapeake Bay or its tributaries. |
| $\begin{array}{c} 20\\ 21 \end{array}$ | (c) "Certified Chesapeake invasive species provider" means a person licensed and authorized as a seafood dealer under § 4–701 of the Natural Resources Article that: |
| $\begin{array}{c} 22\\ 23 \end{array}$ | (1) is certified by the Department in accordance with regulations adopted under this subtitle; and |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | (2) can demonstrate that the person's product is a certified Chesapeake invasive species. |
| 26 | (d) "Certified local farm" means a local farm enterprise that: |
| $\begin{array}{c} 27\\ 28 \end{array}$ | (1) meets the nutrient management requirements established under Title 8, Subtitle 8 of the Agriculture Article; and |
| 29 | (2) is certified by the Department in accordance with regulations adopted |

1 under this subtitle.

2 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 3 1, 2025.