

18-601] TITLE 14, SUBTITLE 3 of the State Finance and Procurement Article;

Article 64A - Merit System

57A.

(a) In this subtitle the following words have the meanings indicated.

(b) "Departments" means the Department of Budget and Fiscal Planning and the Department of Personnel.

(c) ["Procurement agency"] "UNIT" has the same meaning specified in § 11-101 of the State Finance and Procurement Article [of the Code].

(d) "Service contract" means a contract for the procurement of services, as defined in [Title 11] § 11-101 of the State Finance and Procurement Article [of the Code], provided within State operated facilities estimated by the procurement officer to exceed \$100,000 in annual cost.

REVISOR'S NOTE: Chapter \_\_\_\_\_, Acts of 1988, which enacted Division II of the State Finance and Procurement Article, also amended this section to make stylistic changes in subsections (c) and (d).

In subsection (c) of this section, the word "unit" is substituted, as the defined term, for the former words "procurement agency" to conform to the language of the State Finance and Procurement Article.

61.

(a) A [procurement agency] UNIT that seeks to enter into a service contract shall submit data to the departments showing an actual cost savings for the State under the contract as compared to performance of the work by State employees.

(b) The cost savings calculated over the duration of the contract shall be at least:

(1) 20 percent for any service contract costing up to \$1,000,000; or

(2) \$200,000 for any service contract costing in excess of \$1,000,000.

(c) In calculating the cost comparison, the [procurement agency] UNIT shall include the following:

(1) Direct costs, including fringe benefits;