

(1) FOR MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS;

(2) AS PROVIDED IN SUBSECTION (J) OF THIS SECTION; OR

(3) NOTWITHSTANDING ~~§ 3A-302(B)(2)~~ § 3A-301(B)(2) OF THIS SUBTITLE, FOR THE COSTS OF THE FIRST 12 MONTHS OF OPERATION AND MAINTENANCE OF A MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT.

(J) NOTWITHSTANDING SUBSECTION (B) OF THIS SECTION AND EXCEPT FOR THE COST INCURRED IN ADMINISTERING THE FUND, EACH FISCAL YEAR UP TO \$1,000,000 OF THIS FUND MAY BE USED FOR:

(1) EDUCATIONALLY RELATED INFORMATION TECHNOLOGY PROJECTS;

(2) APPLICATION SERVICE PROVIDER INITIATIVES AS PROVIDED FOR IN TITLE 9, SUBTITLE 22 OF THE STATE GOVERNMENT ARTICLE; OR

(3) INFORMATION TECHNOLOGY PROJECTS, INCLUDING:

(I) PILOTS; AND

(II) PROTOTYPES.

(K) A UNIT OF STATE GOVERNMENT OR LOCAL GOVERNMENT MAY SUBMIT A REQUEST TO THE SECRETARY TO SUPPORT THE COST OF AN INFORMATION TECHNOLOGY PROJECT WITH MONEYS UNDER SUBSECTION (J) OF THIS SECTION.

(L) (1) ON OR BEFORE NOVEMBER 1 OF EACH YEAR, THE SECRETARY SHALL REPORT TO THE GOVERNOR, THE SECRETARY OF BUDGET AND MANAGEMENT, AND TO THE BUDGET COMMITTEES OF THE GENERAL ASSEMBLY AND SUBMIT A COPY OF THE REPORT TO THE GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2-1246 OF THE STATE GOVERNMENT ARTICLE.

(2) THE REPORT SHALL INCLUDE:

(I) THE FINANCIAL STATUS OF THE FUND AND A SUMMARY OF ITS OPERATIONS FOR THE PRECEDING FISCAL YEAR;