## 5552

2013-2014 Regular Sessions

IN SENATE

May 17, 2013

Introduced by Sen. VALESKY -- read twice and ordered printed, and when printed to be committed to the Committee on Agriculture

AN ACT to amend the agriculture and markets law and the state finance law, in relation to local product procurement; and in relation to a procurement training program for agricultural business

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Section 2 of the agriculture and markets law is amended by 2 adding a new subdivision 6 to read as follows:

6. "LOCAL FOOD PRODUCTS" MEANS ANY FOOD PRODUCTS THAT ARE GROWN, PRODUCED, HARVESTED, AND/OR PROCESSED BY NEW YORK CITIZENS OR BUSINESSES LOCATED WITHIN THE BORDERS OF NEW YORK STATE, AND PREDOMINANTLY CONTAINS NEW YORK-GROWN INGREDIENTS.

7 S 2. Subdivision 4 of section 165 of the state finance law, as amended 8 by chapter 137 of the laws of 2008, is amended to read as follows:

9 4. Special provisions for purchase of available New York food 10 products.

a. Except as otherwise provided in this subdivision, when 11 letting contracts for the purchase of food products on behalf of facilities and 12 13 institutions of the state, solicitation specifications of the office of general services and any other agency, department, office, board or 14 commission may require provisions that mandate that all or some of 15 the 16 required food products are [grown, produced or harvested in New York 17 state, or that any processing of such food products take place in facilities located within New York state] LOCAL FOOD PRODUCTS, AS SUCH 18 TERM 19 IN SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND DEFINED IS 20 MARKETS LAW.

b. The commissioner of agriculture and markets shall determine, using
 uniform criteria, those LOCAL food products, AS SUCH TERM IS DEFINED IN
 SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND MARKETS LAW, for
 which the requirements of this subdivision are deemed beneficial and

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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1 shall promulgate and forward to the appropriate agencies a list of such 2 LOCAL food products, and shall in addition ascertain those periods of 3 time each year that those LOCAL food products are available in suffi-4 cient quantities for competitive purchasing and shall forward such 5 information to purchasing agencies. The commissioner of agriculture and 6 markets shall update such list as often as is deemed by him or her to be 7 necessary.

8 c. (i) Prior to issuing a solicitation for such food products, 9 purchasing agencies shall advise the commissioner of agriculture and 10 markets of the quantities of each food product on the list promulgated 11 by the commissioner of agriculture and markets to fulfill that agency's 12 purchasing needs.

(ii) The commissioner of agriculture and markets will then make a determination of whether those products required by the purchasing agency are available in sufficient quantities to satisfy the purchasing agency's requirements.

17 (iii) Upon a determination by the commissioner of agriculture and markets that the food products required by the purchasing agency are 18 19 available in sufficient quantities to fulfill the agency's purchasing 20 needs, the purchasing agency may include in its solicitation a require-21 ment that all or some of those food products are [grown, produced or 22 harvested in New York state, or that any processing of such food products take place in facilities located within New York state] 23 LOCAL 24 FOOD PRODUCTS, AS SUCH TERM IS DEFINED IN SUBDIVISION SIX OF SECTION TWO 25 THE AGRICULTURE AND MARKETS LAW. THE PURCHASING AGENCY MAY THEN GIVE OF 26 PREFERENCE TO PROCURING LOCAL FOOD PRODUCTS, IF THE PRODUCTS COST NO FOOD PRODUCTS THAT ARE NOT GROWN, 27 MORE TEN PERCENT MORE THAN THAN 28 PRODUCED, HARVESTED, AND/OR PROCESSED WITHIN THIS STATE.

29 (iv) Upon a determination by the commissioner of agriculture and markets that such food products are not available in sufficient quanti-30 ties to fulfill the agency's purchasing needs, the purchasing agency 31 32 shall issue a solicitation that does not require that all or some of 33 those food products are [grown, produced or harvested in New York state, or that any processing of such food products take place in facilities 34 located within New York state] LOCAL FOOD PRODUCTS, AS SUCH TERM IS 35 DEFINED IN SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND MARKETS 36 37 LAW. In such cases, the purchasing agency may include such requirements 38 in the next contract for such food products that is let if at such time 39 those food products are available in sufficient quantities. If at that 40 time, those food products are not available in sufficient quantities, the requirement shall again be waived until such time as the products 41 42 are available.

43 (v) In the event that the purchasing agency receives no offers that 44 meet the agency's requirement that all or some of the food products are 45 [grown, produced or harvested in New York state, or that any processing such food products take place in facilities located within New York 46 of 47 state] LOCAL FOOD PRODUCTS, AS SUCH TERM IS DEFINED IN SUBDIVISION SIX 48 OF SECTION TWO OF THE AGRICULTURE AND MARKETS LAW, it may waive the provisions of this subdivision and award a contract in accordance with 49 50 other applicable statutes. In addition, if the commissioners of agriculture and markets, economic development and any such individual agency 51 shall agree as to the deleterious economic impact of specifications 52 requiring such purchases, such agencies may waive the provisions of this 53 54 subdivision for such purchases.

1 d. The commissioner, and the commissioner of agriculture and markets, 2 may issue such regulations as they deem necessary and proper for the 3 implementation of this subdivision.

e. Notwithstanding any other section of law, rule, regulation or statute, the department of agriculture and markets shall supply information
required by paragraph b of this subdivision to the office of general
services and to all other appropriate agencies.

With each offer, the offerer shall certify that the food 8 f. (i) products provided pursuant to that solicitation will be in conformity 9 10 with the provisions of the percentage required to meet or exceed the 11 requirements in the solicitation specifying that all or some of the food 12 products be [grown, produced, or harvested within New York state or that 13 any processing of such food products take place in facilities located 14 within New York state] LOCAL FOOD PRODUCTS, AS SUCH TERM IS DEFINED IN 15 SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND MARKETS LAW.

(ii) Any successful offerer who fails to comply with the provisions of this subdivision, at the discretion of such agency, board, office or commission, shall forfeit the right to bid on contracts let under the provisions of this subdivision for a period of time to be determined by the commissioner and the commissioner of agriculture and markets.

g. The commissioner and the commissioner of agriculture and markets, shall advise and assist the chancellor of the state university of New York in extending the benefits of the provisions of this subdivision to the university and shall modify any regulations or procedures heretofore established pursuant to this subdivision, in order to facilitate such participation.

S 3. Subparagraphs (vii), (viii), (ix), (x) and (xi) of paragraph (b) of subdivision 3 of section 163 of the state finance law, subparagraph (vii) as added by chapter 584 of the laws of 2005, and subparagraphs (viii), (ix), (x) and (xi) as added by chapter 137 of the laws of 2008, are amended to read as follows:

32 THE ASSISTANCE OF THE DEPARTMENT OF ECONOMIC DEVELOPMENT (vii) WITH 33 AND THE DEPARTMENT OF AGRICULTURE AND MARKETS, PROVIDE A TRAINING 34 PROGRAM ONCE PER YEAR, IN EACH ECONOMIC DEVELOPMENT REGION, AS ESTAB-LISHED IN ARTICLE ELEVEN OF 35 THEECONOMIC DEVELOPMENT LAW, BEGINNING FIRST, TWO THOUSAND FOURTEEN, FOR AGRICULTURAL BUSINESSES. SUCH 36 JANUARY 37 TRAINING PROGRAM SHALL PROVIDE ASSISTANCE WITH RESPECT TO PARTICIPATION 38 A VENDOR IN THE PROCUREMENT PROCESS, AS ESTABLISHED IN THIS ARTICLE, AS ARE 39 AND THE DEVELOPMENT OF LOCAL FOOD PRODUCTS WHICH NOT GROWN, 40 PRODUCED, HARVESTED, AND/OR PROCESSED IN SUFFICIENT OUANTITIES ΤO FULFILL STATE AGENCIES' NEEDS. 41

42 (VIII) maintain a list of contractors which produce or manufacture or 43 offer for sale environmentally-sensitive cleaning and maintenance 44 products in the form, function and utility generally used by elementary 45 and secondary schools in accordance with specifications or guidelines 46 promulgated pursuant to section four hundred nine-i of the education 47 law.

[(viii)] (IX) review and consider prior to issuance of bid solicitations the term of the proposed contract based on factors, including, but not limited to; (A) the nature of the commodity, (B) the complexity of the procurement, (C) the identity and type of purchasers, (D) the suitability of the contract for adding additional contractors during the term, and (E) the estimated contract value. This determination shall be documented in the procurement record.

55 [(ix)] (X) reasonably consider aggregate amount of public sales by 56 potential vendors.

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1 [(x)] (XI) review and consider the feasibility of creating regional
2 contracts for commodities being procured by the state.

3 [(xi)] (XII) maintain a procurement record for each centralized 4 contract procurement identifying, with supporting documentation, deci-5 sions made by the commissioner during the procurement process. The 6 procurement record shall include, but not be limited to, each contract 7 amendment, and the justification for each.

8 S 4. This act shall take effect immediately; provided however that the 9 amendments made to subparagraphs (vii), (viii), (ix), (x) and (xi) of 10 paragraph (b) of subdivision 3 of section 163 of the state finance law 11 by section three of this act shall not affect the repeal of such section 12 and shall be deemed repealed therewith.