## 5552--A

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 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee
- 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, OR PREDOMINANTLY CONTAIN
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.

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

21 b. The commissioner of agriculture and markets shall determine, using 22 uniform criteria, those LOCAL food products, AS SUCH TERM IS DEFINED IN

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

LBD11055-03-3

SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND MARKETS LAW, 1 for 2 which the requirements of this subdivision are deemed beneficial and 3 shall promulgate and forward to the appropriate agencies a list of such 4 LOCAL food products, and shall in addition ascertain those periods of 5 time each year that those LOCAL food products are available in suffi-6 cient quantities for competitive purchasing and shall forward such 7 information to purchasing agencies. The commissioner of agriculture and 8 markets shall update such list as often as is deemed by him or her to be 9 necessary.

10 c. (i) Prior to issuing a solicitation for such food products, 11 purchasing agencies shall advise the commissioner of agriculture and 12 markets of the quantities of each food product on the list promulgated 13 by the commissioner of agriculture and markets to fulfill that agency's 14 purchasing needs.

15 (ii) The commissioner of agriculture and markets will then make a 16 determination of whether those products required by the purchasing agen-17 cy are available in sufficient quantities to satisfy the purchasing 18 agency's requirements.

19 (iii) Upon a determination by the commissioner of agriculture and 20 markets that the food products required by the purchasing agency are 21 available in sufficient quantities to fulfill the agency's purchasing 22 needs, the purchasing agency may include in its solicitation a require-23 ment that all or some of those food products are [grown, produced or harvested in New York state, or that any processing of such food 24 25 products take place in facilities located within New York state] LOCAL 26 FOOD PRODUCTS, AS SUCH TERM IS DEFINED IN SUBDIVISION SIX OF SECTION TWO 27 THE AGRICULTURE AND MARKETS LAW. THE PURCHASING AGENCY MAY THEN GIVE OF 28 PREFERENCE TO PROCURING LOCAL FOOD PRODUCTS, IF THE PRODUCTS COST NO 29 MORE THAN TEN PERCENT MORE THAN FOOD PRODUCTS THAT ARE NOT GROWN, PRODUCED, HARVESTED, AND/OR PROCESSED WITHIN THIS STATE. 30

(iv) Upon a determination by the commissioner of agriculture and 31 32 markets that such food products are not available in sufficient quanti-33 ties to fulfill the agency's purchasing needs, the purchasing agency shall issue a solicitation that does not require that all or some of those food products are [grown, produced or harvested in New York state, 34 35 or that any processing of such food products take place in 36 facilities 37 located within New York state] LOCAL FOOD PRODUCTS, AS SUCH TERM IS 38 DEFINED IN SUBDIVISION SIX OF SECTION TWO OF THE AGRICULTURE AND MARKETS 39 LAW. In such cases, the purchasing agency may include such requirements 40 in the next contract for such food products that is let if at such time those food products are available in sufficient quantities. 41 If at that time, those food products are not available in sufficient quantities, 42 43 requirement shall again be waived until such time as the products the 44 are available.

45 (v) In the event that the purchasing agency receives no offers that meet the agency's requirement that all or some of the food products are 46 47 [grown, produced or harvested in New York state, or that any processing such food products take place in facilities located within New York 48 of 49 state] LOCAL FOOD PRODUCTS, AS SUCH TERM IS DEFINED IN SUBDIVISION SIX 50 SECTION TWO OF THE AGRICULTURE AND MARKETS LAW, it may waive the OF 51 provisions of this subdivision and award a contract in accordance with other applicable statutes. In addition, if the commissioners of agricul-52 ture and markets, economic development and any such individual agency 53 54 shall agree as to the deleterious economic impact of specifications 55 requiring such purchases, such agencies may waive the provisions of this 56 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.

8 With each offer, the offerer shall certify that the food 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 products be [grown, produced, or harvested within New York state or that 12 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 (vii) WITH THE ASSISTANCE OF THE DEPARTMENT OF ECONOMIC DEVELOPMENT 33 AGRICULTURE AND MARKETS, PROVIDE A TRAINING AND THEDEPARTMENT OF PROGRAM ONCE PER YEAR, IN EACH ECONOMIC DEVELOPMENT 34 REGION, AS ESTAB-ARTICLE ELEVEN OF THE ECONOMIC DEVELOPMENT LAW, BEGINNING 35 LISHED IN JANUARY FIRST, TWO THOUSAND FOURTEEN, FOR AGRICULTURAL BUSINESSES. 36 SUCH 37 TRAINING PROGRAM SHALL PROVIDE ASSISTANCE WITH RESPECT TO PARTICIPATION 38 AS A VENDOR IN THE PROCUREMENT PROCESS, AS ESTABLISHED IN THIS ARTICLE, 39 AND THE DEVELOPMENT OF LOCAL FOOD PRODUCTS WHICH ARE NOT GROWN, 40 AND/OR PROCESSED IN SUFFICIENT PRODUCED, HARVESTED, OUANTITIES ΤO FULFILL STATE AGENCIES' NEEDS. 41

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

48 [(viii)] (IX) review and consider prior to issuance of bid solicita-49 tions the term of the proposed contract based on factors, including, but 50 limited to; (A) the nature of the commodity, (B) the complexity of not 51 the procurement, (C) the identity and type of purchasers, (D) the suitthe contract for adding additional contractors during the 52 ability of term, and (E) the estimated contract value. This determination shall be 53 54 documented in the procurement record.

55 [(ix)] (X) reasonably consider aggregate amount of public sales by 56 potential vendors. 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 by 11 section three of this act shall not affect the repeal of such section 12 and shall be deemed repealed therewith.