

SENATE BILL 705

S1

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CF HB 738

By: ~~Senator Hester~~ **Senators Hester and Hershey**

Introduced and read first time: January 27, 2025

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted with floor amendments

Read second time: March 20, 2025

CHAPTER _____

1 AN ACT concerning

2 **Department of Information Technology – ~~Reporting Guidelines~~ Major**
3 **Information Technology Development Projects – Oversight**

4 FOR the purpose of ~~altering the content of certain reports by the Department of~~
5 ~~Information Technology relating to the Information Technology Investment Fund;~~
6 ~~requiring the reports to be written and structured in a certain manner and made~~
7 ~~publicly available on the Department's website; and generally relating to reporting~~
8 ~~by the Department of Information Technology~~ providing that a unit of State
9 government may not purchase, lease, contract for, or rent an information technology
10 service or product under certain circumstances; providing that the Secretary of
11 Information Technology is responsible for overseeing the implementation of major
12 information technology development projects in the State; authorizing the Secretary
13 of Information Technology and the Secretary of Budget and Management to withhold
14 or reallocate major information technology development project funds under certain
15 circumstances; altering the reporting requirements for allocations from the
16 Information Technology Investment Fund; requiring the Department of Information
17 Technology to publish a public dashboard with certain information about major
18 information technology projects using the Information Technology Investment Fund;
19 requiring Chief Information Officers for a unit of State government with a planned
20 or ongoing major information technology development project to meet with the
21 Secretary of Information Technology on a certain basis to discuss certain aspects of
22 the projects; establishing the Maryland Office of Digital Experience within the
23 Department to provide oversight, leadership, intervention, and strategic
24 modernization for major information technology development projects; authorizing
25 the Office to require units to provide certain reimbursement for services under

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



certain circumstances; establishing the Maryland Digital Service Unit within the Maryland Office of Digital Experience to collaborate with units of State government to improve digital services; establishing the Major Information Technology Development Project Oversight Division to standardize, monitor, and support the implementation of major information technology development projects and expedited projects in the State; establishing the Information Technology Advisory Board to advise the Legislative Policy Committee; repealing a requirement that the Joint Audit and Evaluation Committee conduct a certain study and report certain recommendations to certain committees of the General Assembly; repealing the Modernize Maryland Commission; and generally relating to major information technology development projects and the Department of Information Technology.

~~BY repealing and reenacting, without amendments,
Article – State Finance and Procurement
Section 3.5–309(a)
Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)~~

BY repealing and reenacting, with amendments,
Article – State Finance and Procurement
Section ~~3.5–309(n) and (o)~~ 3.5–101, 3.5–307(a) and (d)(1), 3.5–308, and 3.5–309(o)
and (p)
Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)

BY repealing and reenacting, without amendments,
Article – State Finance and Procurement
Section 3.5–309(a)
Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)

BY repealing
Article – State Finance and Procurement
Section 3.5–309(n) and 3.5–316
Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)

BY adding to
Article – State Finance and Procurement
Section 3.5–309(o), (p), and (r); and 3.5–901 through 3.5–907 to be under the new
subtitle “Subtitle 9. Maryland Office of Digital Experience”
Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)

BY adding to
Article – State Government
Section 2–411

Annotated Code of Maryland
(2021 Replacement Volume and 2024 Supplement)

BY repealing
Chapter 497 of the Acts of the General Assembly of 2024
Section 4

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

Article – State Finance and Procurement

3.5–101.

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

(b) “Cloud computing” means a service that enables on–demand self–service network access to a shared pool of configurable computer resources, including data storage, analytics, commerce, streaming, e–mail, document sharing, and document editing.

(c) “Department” means the Department of Information Technology.

(D) (1) “OVERSIGHT OF IMPLEMENTATION” MEANS MANAGEMENT OF THE PROCESS TO IMPLEMENT A NEW TECHNOLOGY, SYSTEM, OR PRODUCT INTO PRACTICE AND USE BY A UNIT.

(2) “OVERSIGHT OF IMPLEMENTATION” INCLUDES:

(I) PLANNING AND PREPARATION TO IMPLEMENT THE PRODUCT OR PRACTICE; AND

(II) ONGOING MONITORING AND SUPPORT OF THE IMPLEMENTATION TEAM TO ENSURE SUCCESSFUL EXECUTION AND THAT THE PROJECT GOALS ARE MET.

(3) “OVERSIGHT OF IMPLEMENTATION” DOES NOT INCLUDE:

(I) RESPONSIBILITY FOR DAY–TO–DAY MANAGEMENT OF ANY INDIVIDUAL PROJECTS OR PRODUCTS; OR

(II) RESPONSIBILITY FOR IMPLEMENTING INDIVIDUAL–LEVEL PROCESS REQUIREMENTS FOR A PROJECT OR PRODUCT.

~~[(d)]~~ **(E) “Secretary” means the Secretary of Information Technology.**

1 **[(e)] (F)** “Telecommunication” means the transmission of information, images,
2 pictures, voice, or data by radio, video, or other electronic or impulse means.

3 **[(f)] (G)** “Unit of State government” means an agency or unit of the Executive
4 Branch of State government.

5 3.5–307.

6 (a) (1) A unit of State government may not purchase, lease, **CONTRACT FOR,**
7 or rent **AN** information technology **SERVICE OR PRODUCT** unless consistent with the
8 master plan, as determined by the Secretary.

9 (2) A unit of State government other than a public institution of higher
10 education may not make expenditures for major information technology development
11 projects or cybersecurity projects except as provided in § 3.5–308 of this subtitle.

12 (d) (1) The Department **[of General Services]**, in consultation with the
13 Department **OF GENERAL SERVICES**, shall **[hire a consultant to]** assess the procurement
14 process for information technology projects involving modernization and make
15 recommendations to increase the State’s ability to proceed with a modernization project in
16 a rapid and responsive manner.

17 3.5–308.

18 (a) This section does not apply to a public institution of higher education.

19 (b) Before submitting its information technology project requests, a unit of State
20 government shall submit information in support of the request required by the Secretary
21 for review and determination consistent with § 3.5–301(k) of this subtitle.

22 (c) In reviewing information technology project requests, the Secretary may
23 change a unit’s designation of a major information technology development project.

24 (d) The Secretary shall review and, with the advice of the Secretary of Budget and
25 Management, approve major information technology development projects and
26 specifications for consistency with all statewide plans, policies, and standards, including a
27 systems development life cycle plan.

28 (e) (1) **[The] SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE**
29 Secretary shall be responsible for overseeing the implementation of major information
30 technology development projects, regardless of fund source.

31 (2) **AS PART OF THE SECRETARY’S RESPONSIBILITIES UNDER THIS**
32 **SECTION, THE SECRETARY SHALL ENSURE THAT NO FUNDING IS PROVIDED FOR THE**
33 **IMPLEMENTATION OF A MAJOR INFORMATION TECHNOLOGY DEVELOPMENT**
34 **PROJECT UNLESS:**

1 (I) THE SECRETARY DETERMINES THAT THE UNIT HAS THE
2 INTERNAL CAPACITY TO ADEQUATELY SUPPORT THE PROJECT, PROGRAM
3 MANAGEMENT, AND RESPONSIBILITY OVER PROGRAM ACTIVITIES, INCLUDING:

4 1. HUMAN CAPITAL;

5 2. SUBJECT MATTER EXPERTISE; AND

6 3. TECHNICAL INFRASTRUCTURE;

7 (II) WITHIN 30 DAYS OF AWARDING A CONTRACT, THE
8 MANAGING UNIT SENDS TO THE BOARD OF PUBLIC WORKS AND THE LEGISLATIVE
9 POLICY COMMITTEE, IN ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT
10 ARTICLE, NOTICE THAT:

11 1. IDENTIFIES THE PROJECT MANAGEMENT TEAM;

12 2. AFFIRMS THAT THE DEPARTMENT HAS REVIEWED
13 AND APPROVED THE CONTRACT; AND

14 3. IS SIGNED BY THE HEAD OF THE UNIT
15 ACKNOWLEDGING AND ACCEPTING THE ACCOUNTABILITY FOR THE
16 IMPLEMENTATION OF THE INFORMATION TECHNOLOGY PROJECT OR PRODUCT; AND

17 (III) WHILE A UNIT IS MANAGING AN ACTIVE PROJECT OR
18 PRODUCT, THE UNIT AGREES TO REPORT TO THE DEPARTMENT EVERY 3 MONTHS
19 ON THE PROJECT STATUS IN A MANNER REQUESTED BY THE DEPARTMENT.

20 (f) (1) With the advice of the Secretary of Budget and Management,
21 expenditures for major information technology development projects shall be subject to the
22 approval of the Secretary who shall approve expenditures only when those projects are
23 consistent with statewide plans, policies, and standards.

24 (2) (I) The Secretary shall make a recommendation to the Secretary of
25 Budget and Management [that] TO WITHHOLD project funds, regardless of fund source,
26 [be withheld] if:

27 [(i)] 1. a unit of State government is not consistently reporting on
28 the status of a project or projects to the Department in the form and manner required by
29 the Department; or

30 [(ii)] 2. the Department determines that project implementation
31 issues exist, including project timeline delays, significant cost increases, vendor

nonperformance, decreased agency capacity, or other issues that indicate issues of concern that could jeopardize successful implementation.

(II) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, AND EXCEPT AS PROVIDED IN SUBPARAGRAPH (III) OF THIS PARAGRAPH, THE SECRETARY OF BUDGET AND MANAGEMENT SHALL WITHHOLD ANY UNEXPENDED FUNDS APPROPRIATED IN A FISCAL YEAR FOR A MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT AT THE SECRETARY'S RECOMMENDATION ISSUED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH.

(III) THE SECRETARY OF BUDGET AND MANAGEMENT MAY RELEASE FUNDS WITHHELD UNDER THIS PARAGRAPH AT THE DIRECTION OF THE SECRETARY IF THE SECRETARY DETERMINES THAT THE ISSUE LEADING TO THE INITIAL WITHHOLDING OF FUNDS HAS BEEN ADDRESSED.

(3) WITHIN 30 DAYS AFTER FUNDING IS WITHHELD IN ACCORDANCE WITH THIS SUBSECTION, THE DEPARTMENT SHALL REPORT ON THE PURPOSE OF THE WITHHOLDING:

(I) TO THE GOVERNOR; AND

(II) SUBJECT TO § 2-1257 OF THE STATE GOVERNMENT ARTICLE, TO:

1. THE SENATE BUDGET AND TAXATION COMMITTEE;

2. THE SENATE COMMITTEE ON EDUCATION, ENERGY, AND THE ENVIRONMENT;

3. THE HOUSE APPROPRIATIONS COMMITTEE;

4. THE HOUSE HEALTH AND GOVERNMENT OPERATIONS COMMITTEE; AND

5. THE JOINT COMMITTEE ON CYBERSECURITY, INFORMATION TECHNOLOGY, AND BIOTECHNOLOGY.

(4) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH:

1. THE SECRETARY MAY RECOMMEND TO THE SECRETARY OF BUDGET AND MANAGEMENT THAT FUNDING WITHHELD UNDER THIS SECTION BE REALLOCATED TO OTHER EXPENSES OF THE INFORMATION TECHNOLOGY INVESTMENT FUND UNDER § 3.5-309 OF THIS SUBTITLE; AND

1 **2. THE SECRETARY OF BUDGET AND MANAGEMENT**
2 **MAY, AT THEIR DISCRETION, FOLLOW THE SECRETARY'S RECOMMENDATION TO**
3 **REALLOCATE FUNDS.**

4 **(II) IF THE REALLOCATED FUNDS EXCEED \$500,000, THE**
5 **SECRETARY, IN CONSULTATION WITH THE SECRETARY OF BUDGET AND**
6 **MANAGEMENT, SHALL SUBMIT A PROPOSAL TO THE LEGISLATIVE POLICY**
7 **COMMITTEE FOR A 60-DAY REVIEW AND COMMENT PERIOD.**

8 (g) (1) The Secretary shall approve funding for major information technology
9 development projects, expedited projects, and other expenditures from the Fund only when:

10 (i) the major information technology development projects or the
11 expedited projects are in compliance with statewide plans, policies, and standards, as
12 determined by the Secretary; and

13 (ii) the major information technology development projects are
14 supported by an approved systems development life cycle plan.

15 (2) An approved systems development life cycle plan shall include
16 submission of:

17 (i) a project planning request that details initial planning for the
18 project, including:

19 1. the project title, appropriation code, and summary;

20 2. a description of:

21 A. the business and technology outcomes to be achieved by
22 the project;

23 B. the features available to the end user on completion,
24 including user acceptance testing and accessibility plans;

25 C. the potential risks associated with the project;

26 D. possible alternatives; and

27 E. the scope and complexity of the project; and

28 3. an estimate of:

29 A. the total costs required to complete through planning; and

30 B. the fund sources available to support planning costs; and

(ii) a project implementation request to begin full design, development, and implementation of the project after the completion of planning, including:

1. the project title, appropriation code, and summary;

2. a description of:

A. the business and technology outcomes to be achieved by the project and the metrics by which the success of those outcomes will be measured;

B. the features available to the end user on completion, including user acceptance testing and accessibility plans;

C. the potential risks associated with the project;

D. possible alternatives;

E. the scope and complexity of the project; and

F. how the project meets the goals of the statewide master plan; and

3. an estimate of:

A. the total project cost, by phase; and

B. the fund sources to be utilized.

(3) The Secretary may approve funding incrementally, consistent with the systems development life cycle plan.

(h) [The Department, in consultation with the Modernize Maryland Commission established under § 3.5–316 of this subtitle,] ON OR BEFORE JULY 1, 2026, THE DEPARTMENT shall:

(1) develop standards for units of State government to assist in identifying legacy systems that require modernization projects appropriate to be financed as an expedited project through the Fund;

(2) adopt an Information Technology Investment Maturity Model that includes:

(i) criteria to inform and prioritize investment decisions;

(ii) processes to develop the information required to evaluate investment proposals against the criteria under item (i) of this item; and

(iii) management processes to monitor the implementation of approved modernization projects; and

(3) develop a State Modernization Plan.

3.5–309.

(a) There is an Information Technology Investment Fund.

[(n) (1) On or before November 1 of each year, the Secretary shall report to the Governor and the Secretary of Budget and Management and, in accordance with § 2–1257 of the State Government Article, to the Senate Budget and Taxation Committee, the Senate Committee on Education, Energy, and the Environment, the House Appropriations Committee, the House Health and Government Operations Committee, and the Joint Committee on Cybersecurity, Information Technology, and Biotechnology.]

(2) The report shall include:

(i) the financial status of the Fund and a summary of its operations for the preceding fiscal year;

(ii) an accounting for the preceding fiscal year of all money from each of the revenue sources specified in subsection (e) of this section, including any expenditures made from the Fund; and

(iii) for each project receiving money from the Fund in the preceding fiscal year and for each major information technology development project or expedited project receiving funding from any source other than the Fund in the preceding fiscal year:

1. the status of the project and project funding decisions;

2. a comparison of estimated and actual costs of the project;

3. any known or anticipated changes in scope or costs of the project;

4. an evaluation of whether the project is using best practices; and

5. a summary of any monitoring and oversight of the project from outside the agency in which the project is being developed, including a description of any problems identified by any external review and any corrective actions taken.]

[(o) (N) (1) On or before January 15 of each year, for each major information technology development project or expedited project currently in development or for which operations and maintenance funding is being provided in accordance with subsection (i)(3)]

of this section, subject to § 2-1257 of the State Government Article, the Secretary shall provide a summary report to the Department of Legislative Services with the most up-to-date project information including:

[(1)] (I) project funding decisions and project status, INCLUDING:

1. ESTIMATED PROJECT OR PRODUCT COSTS;

2. FUNDING SOURCES; AND

3. ONGOING OPERATING COSTS AFTER THE PROJECT IS NO LONGER A MAJOR DEVELOPMENT PROJECT OR EXPEDITED PROJECT, INCLUDING:

A. COSTS ASSOCIATED WITH PROCURING AND MAINTAINING LICENSES; AND

B. SUPPORT TO CONTINUOUSLY MAINTAIN AND IMPROVE THE PROJECT OR PRODUCT;

[(2)] (II) any schedule, cost, and scope changes since the last annual report;

[(3)] (III) a risk assessment [including any problems identified by any internal or external review and any corrective actions taken; and] PROVIDED BY EITHER THE DEPARTMENT OR THE DESIGNATED UNIT OF STATE GOVERNMENT THAT DETAILS THE IDENTIFIED PROJECT OR PRODUCT RISK, INCLUDING:

1. A DESCRIPTION OF THE TYPE OF RISK, INCLUDING:

A. GOVERNANCE;

B. RESOURCE AVAILABILITY OR CAPABILITY;

C. FUNDING;

D. INTERDEPENDENCIES WITH OTHER SYSTEMS;

E. TECHNICAL ISSUES;

F. ORGANIZATIONAL CULTURE; OR

G. ABILITY TO SUPPORT IN THE LONG TERM;

2. THE RISK LIKELIHOOD;

1 3. THE RISK PRIORITY;

2 4. THE RISK OWNER;

3 5. PLANNED RISK MITIGATION STRATEGY; AND

4 6. THE RISK STATUS AS OF THE REPORT DATE;

5 (IV) PROJECT TRACKING METRICS, INCLUDING:

6 1. DESCRIBING THE FUNCTIONALITY AND FEATURES
7 THAT HAVE BEEN DELIVERED AS OF THE REPORT DATE; AND

8 2. QUALITATIVE AND QUANTITATIVE DATA SHOWING
9 PROGRESS TOWARDS PROJECT GOALS; AND

10 [(4)] (V) any change in the monitoring or oversight status.

11 (2) THE REPORT SUBMITTED UNDER THIS SUBSECTION:

12 (I) IS CONFIDENTIAL AND NOT SUBJECT TO DISCLOSURE
13 UNDER TITLE 4 OF THE GENERAL PROVISIONS ARTICLE;

14 (II) SHALL COMMUNICATE THE REQUISITE INFORMATION IN A
15 CLEAR AND CONCISE MANNER THAT, TO THE GREATEST EXTENT POSSIBLE, AVOIDS
16 THE USE OF TECHNICAL LANGUAGE OR RELIANCE ON EXISTING INDUSTRY
17 KNOWLEDGE; AND

18 (III) SHALL INCLUDE AN EXECUTIVE SUMMARY OF KEY
19 INFORMATION, INCLUDING:

20 1. THE TOTAL VALUE OF THE PORTFOLIO, INCLUDING:

21 A. ANNUAL DEVELOPMENT COSTS;

22 B. FUNDING SOURCES; AND

23 C. PROJECTED ONGOING OPERATING COSTS OVER THE
24 NEXT 5 YEARS; AND

25 2. A SUMMARY OF NEW PROJECTS INCLUDING:

26 A. THE ADVANTAGES OF THE NEW PROJECTS; AND

B. ANY NEW OR INNOVATIVE ASPECTS OF DEVELOPMENT PROCESSES.

(O) (1) THE DEPARTMENT SHALL PUBLISH AND MAINTAIN A PUBLICLY AVAILABLE PROJECT AND PORTFOLIO DASHBOARD ON THE DEPARTMENT'S WEBSITE.

(2) THE DASHBOARD SHALL INCLUDE ALL MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS AND EXPEDITED PROJECTS, ORGANIZED BY THE ACCOUNTABLE UNIT OF STATE GOVERNMENT.

(3) FOR EACH PROJECT, THE DASHBOARD SHALL:

(I) SPECIFY THE SCHEDULE MANAGEMENT FOR THE PROJECT, INCLUDING:

1. THE PROJECT START DATE;

2. ESTIMATED LENGTH OF THE PROJECT, BY PHASE;

3. PLANNED MILESTONES WITH ESTIMATED COMPLETION DATES; AND

4. COMPLETED MILESTONES WITH COMPLETION DATES;

(II) LIST THE ESTIMATED PROJECT COST;

(III) LIST THE TOTAL AMOUNT APPROPRIATED FOR THE CURRENT FISCAL YEAR;

(IV) LIST THE TOTAL AMOUNT SPENT DURING THE PRIOR FISCAL YEAR, CATEGORIZED BY:

1. VENDOR COSTS;

2. AGENCY LABOR;

3. SOFTWARE LICENSES, SUBSCRIPTIONS, AND OTHER COSTS;

4. OTHER EXPENSES; AND

5. TOTAL EXPENDITURES;

(V) FOR PROJECTS IN DEVELOPMENT:

1 1. THE PRIOR FISCAL YEAR FORECAST ACCOMPANIED
2 BY ACTUAL DATA AND THE RESULTING VARIANCE; AND

3 2. THE CURRENT YEAR FORECAST; AND

4 (VI) SUBJECT TO SUBSECTION (P) OF THIS SECTION, IDENTIFY
5 MAJOR PROJECT OR PRODUCT RISKS, INCLUDING:

6 1. RISK DESCRIPTION;

7 2. RISK IMPACT;

8 3. RISK LIKELIHOOD;

9 4. MITIGATION STRATEGY; AND

10 5. RISK STATUS.

11 (P) (1) THE DEPARTMENT MAY REDACT SPECIFIC RISKS IDENTIFIED
12 UNDER SUBSECTION (O)(3)(VI) OF THIS SECTION FROM THE PUBLIC DASHBOARD IF
13 THE DEPARTMENT DETERMINES THAT PUBLIC SHARING OF THE INFORMATION
14 COULD POSE A RISK TO THE PROJECT.

15 (2) IF A RISK IS REDACTED FROM THE DASHBOARD, THE
16 INFORMATION SHALL BE SHARED WITH THE LEGISLATIVE POLICY COMMITTEE.

17 (3) A RISK REDACTED FROM THE DASHBOARD IS CONFIDENTIAL AND
18 NOT SUBJECT TO DISCLOSURE UNDER TITLE 4 OF THE GENERAL PROVISIONS
19 ARTICLE.

20 ~~[(p)] (Q)~~ (1) The Secretary may adopt regulations necessary to carry out this
21 section.

22 (2) The Secretary shall adopt regulations necessary to establish a process
23 for units of State government to request and receive funding for an expedited project
24 aligned with the State Modernization Plan that shall:

25 (i) allow units of State government to apply for project funding
26 biannually;

27 (ii) be consistent with the goals and preferences established under
28 Title 14 of this article and encourage small and minority business enterprise vendors; and

(iii) provide measures that ensure compliance with this subtitle and the Department's regulations by both vendors and units of State government.

(R) THE CHIEF INFORMATION OFFICER FOR A UNIT OF STATE GOVERNMENT WITH A PLANNED OR ONGOING MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT SHALL MEET WITH THE SECRETARY ON A QUARTERLY BASIS TO REPORT ON AND DISCUSS THE ONGOING INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS, INCLUDING:

(1) PROJECT BUDGET;

(2) PROJECT VENDOR PERFORMANCE OR NONPERFORMANCE;

(3) PROJECT SCOPE;

(4) PROJECT SCHEDULE;

(5) THE CAPACITY OF THE UNIT TO IMPLEMENT THE PROJECT; AND

(6) ANY OTHER ITEMS THE SECRETARY DEEMS RELEVANT TO THE SUCCESSFUL IMPLEMENTATION OF THE PROJECT.

SUBTITLE 9. MARYLAND OFFICE OF DIGITAL EXPERIENCE.

3.5-901.

(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(B) "DIVISION" MEANS THE MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT OVERSIGHT DIVISION.

(C) "OFFICE" MEANS THE MARYLAND OFFICE OF DIGITAL EXPERIENCE.

(D) "SERVICE" MEANS THE MARYLAND DIGITAL SERVICE UNIT.

3.5-902.

(A) THERE IS A MARYLAND OFFICE OF DIGITAL EXPERIENCE.

(B) THE PURPOSE OF THE OFFICE IS TO:

(1) PROVIDE OVERSIGHT, LEADERSHIP, INTERVENTION, AND STRATEGIC MODERNIZATION FOR MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS, INCLUDING LARGE-SCALE, HIGH IMPACT,

MULTI-AGENCY PROJECTS, IN A TRANSPARENT MANNER THAT ENSURES A POSITIVE
RETURN ON INVESTMENT; AND

(2) DIRECT THE DEVELOPMENT OF MODERNIZED SYSTEMS IN A
MANNER THAT:

(I) WHEN APPROPRIATE, PRIORITIZES A PRODUCT-BASED
APPROACH TO THE DEVELOPMENT OF MODERNIZED SYSTEMS OVER A
PROJECT-BASED APPROACH;

(II) IS COST-EFFECTIVE;

(III) LOWERS RISKS;

(IV) DELIVERS VALUE FASTER; AND

(V) OTHERWISE IMPROVES THE DELIVERY OF SERVICES FOR
RESIDENTS OF THE STATE.

3.5-903.

THE SECRETARY SHALL APPOINT A CHIEF DIGITAL EXPERIENCE OFFICER TO
SERVE AS THE HEAD OF THE OFFICE.

3.5-904.

(A) (1) THE OFFICE MAY EMPLOY OR RETAIN REGULAR OR
CONTRACTUAL EMPLOYEES AT THE DISCRETION OF THE CHIEF DIGITAL SERVICES
OFFICER AND CHIEF OF THE DIVISION AS NECESSARY TO MEET THE
REQUIREMENTS OF THE OFFICE.

(2) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE
CHIEF DIGITAL SERVICES OFFICER AND CHIEF OF THE DIVISION MAY SET THE
COMPENSATION FOR OFFICE EMPLOYEES.

(II) THE SECRETARY OF BUDGET AND MANAGEMENT SHALL
APPROVE ANY COMPENSATION PROPOSED UNDER THIS SUBSECTION.

(B) THE OFFICE MAY USE A SHORT-TERM CONTRACT OR CONTRACTUAL
HIRING TO SUPPORT HUMAN RESOURCE NEEDS TO SUPPORT THE RAPID HIRING OF
OFFICE EMPLOYEES AND CONTRACTORS.

(C) TO MEET THE REQUIREMENTS OF THIS SUBTITLE, THE OFFICE MAY
REQUIRE A UNIT TO PROVIDE REIMBURSEMENT FOR SERVICES PROVIDED BY THE

OFFICE FROM FUNDS PROVIDED TO THE UNIT FROM THE INFORMATION TECHNOLOGY INVESTMENT FUND OR OTHER FUNDS ALLOCATED TO THE UNIT FOR AN INFORMATION TECHNOLOGY PROJECT OR PRODUCT.

3.5-905.

(A) THERE IS A MARYLAND DIGITAL SERVICE UNIT IN THE OFFICE.

(B) THE SERVICE SHALL COLLABORATE WITH UNITS OF STATE GOVERNMENT TO SUPPORT IMPROVED SERVICE DELIVERY TO STATE RESIDENTS AND AGENCY STAFF TO IMPLEMENT:

(1) USER-CENTERED DESIGN;

(2) SOFTWARE DEVELOPMENT; AND

(3) PROJECT MANAGEMENT BEST PRACTICES.

(C) THE SERVICE IS RESPONSIBLE FOR:

(1) ASSISTING UNITS OF STATE GOVERNMENT TO PRIORITIZE THE DEVELOPMENT AND PROCUREMENT OF USER-FRIENDLY, ACCESSIBLE, AND MULTILINGUAL DIGITAL PLATFORMS TO ENSURE THAT ALL STATE RESIDENTS, INCLUDING THOSE WITH DISABILITIES, CAN EASILY ACCESS AND USE GOVERNMENT SERVICES AND INFORMATION;

(2) WORKING COLLABORATIVELY WITH UNITS OF STATE GOVERNMENT TO:

(I) CONSOLIDATE AND STREAMLINE STATE WEBSITES AND DIGITAL APPLICATIONS TO REDUCE REDUNDANCY, COMPLEXITY, AND MAINTENANCE COSTS; AND

(II) PRIORITIZE PROJECTS THAT ARE FINANCIALLY EFFICIENT AND DRIVE POSITIVE OUTCOMES FOR STATE RESIDENTS; AND

(3) OVERSEEING THE IMPLEMENTATION OF USER-CENTERED DESIGN PRINCIPLES, ACCESSIBILITY STANDARDS, AND BEST PRACTICES ACROSS UNITS OF STATE GOVERNMENT.

(D) UNITS OF STATE GOVERNMENT SHALL COLLABORATE WITH THE SERVICE TO ENSURE THAT THE ALIGNMENT AND FUNDING OF A DIGITAL INITIATIVE IS CONSISTENT WITH:

(1) THE OVERALL GOALS AND PRIORITIES OF THE STATE; AND

(2) THE STATEWIDE INFORMATION TECHNOLOGY MASTER PLAN.

3.5-906.

(A) THERE IS A MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT OVERSIGHT DIVISION IN THE OFFICE.

(B) THE DIVISION, IN CONSULTATION WITH THE DEPARTMENT, SHALL:

(1) ADOPT NEW STANDARDS BY WHICH MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS AND EXPEDITED PROJECTS ARE REQUIRED TO COMPLY, IN ALIGNMENT WITH THE STATE SYSTEM DEVELOPMENT LIFE CYCLE;

(2) MONITOR THE PERFORMANCE OF PROJECT MANAGEMENT TEAMS FOR MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS AND EXPEDITED PROJECTS AND ENSURE THE TEAMS HAVE THE APPROPRIATE TALENT AND EXPERTISE NECESSARY TO DELIVER THE INTENDED PROJECT VALUE; AND

(3) PROVIDE EXPERTISE, SUPPORT, AND INTERVENTION AS NECESSARY FOR THE PROJECT MANAGEMENT TEAM TO SUCCESSFULLY IMPLEMENT A PROJECT IN A MANNER CONSISTENT WITH STANDARDS ADOPTED UNDER ITEM (1) OF THIS SUBSECTION.

(C) THE DIVISION SHALL ESTABLISH AND STAFF A DISCOVERY TEAM TO DEPLOY TEAM MEMBERS TO HELP UNITS OF STATE GOVERNMENT ASSIST THE UNIT IN IDENTIFYING:

(1) WHAT PROBLEM THE USE OF AN INFORMATION TECHNOLOGY PROJECT OR PRODUCT IS SOLVING;

(2) WHO THE USERS OF THE PROJECT OR PRODUCT WILL BE;

(3) WHAT A SUCCESSFUL SOLUTION WOULD LOOK LIKE; AND

(4) OTHER ISSUES TO ENSURE SUCCESSFUL IMPLEMENTATION OF THE PROJECT OR PRODUCT.

(D) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE SECRETARY MAY DELEGATE ANY MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT TO THE DIVISION THAT THE SECRETARY DETERMINES IS APPROPRIATE TO SERVE AS A PILOT PROJECT FOR THE DIVISION TO PROVIDE THE SERVICES DESCRIBED IN THIS SECTION.

1 3.5-907.

2 BEGINNING DECEMBER 31, 2025, AND EACH JULY 1 AND DECEMBER 31
3 THEREAFTER, THE DEPARTMENT OF GENERAL SERVICES, IN CONSULTATION WITH
4 THE DEPARTMENT, SHALL REPORT TO THE SENATE BUDGET AND TAXATION
5 COMMITTEE AND THE HOUSE HEALTH AND GOVERNMENT OPERATIONS
6 COMMITTEE, IN ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT
7 ARTICLE, ON ANY PROJECTS OVER \$1,000,000 UNDERTAKEN BY A UNIT OF STATE
8 GOVERNMENT UNDER A MASTER CONTRACT FOR STATEWIDE AGILE RESOURCES
9 AND TEAMS CONTRACT OR WORK ORDER APPROVED BY THE BOARD OF PUBLIC
10 WORKS IN FISCAL YEAR 2025, INCLUDING:

11 (1) THE CONTRACT OR WORK ORDER AMOUNT AND TOTAL ESTIMATED
12 PROJECT COST;

13 (2) WHETHER THE SECRETARY OF GENERAL SERVICES AND THE
14 SECRETARY HAVE DETERMINED THAT THE UNIT HAS THE INTERNAL CAPACITY TO
15 ADEQUATELY SUPPORT THE PROJECT AND PROGRAM MANAGEMENT
16 RESPONSIBILITIES, INCLUDING ADEQUATE:

17 (I) HUMAN CAPITAL;

18 (II) SUBJECT MATTER EXPERTISE; AND

19 (III) TECHNICAL INFRASTRUCTURE;

20 (3) WHETHER THE HEAD OF THE UNIT ACCEPTED ACCOUNTABILITY
21 FOR THE OVERSIGHT AND IMPLEMENTATION OF THE PROJECT;

22 (4) THE MEMBERS OF THE PROJECT MANAGEMENT TEAM; AND

23 (5) AFFIRMATIVE AGREEMENTS THAT, AS PART OF THE CONTRACT OR
24 WORK ORDER APPROVAL, THE UNIT OF STATE GOVERNMENT SUBMITS A REPORT
25 REGARDING PROJECT STATUS TO THE DEPARTMENT EVERY 3 MONTHS.

26 Article – State Government

27 2-411.

28 (A) IN THIS SECTION, “BOARD” MEANS THE INFORMATION TECHNOLOGY
29 ADVISORY BOARD.

1 **(B) THERE IS AN INFORMATION TECHNOLOGY ADVISORY BOARD TO**
2 **ADVISE THE LEGISLATIVE POLICY COMMITTEE.**

3 **(C) (1) THE BOARD CONSISTS OF EIGHT MEMBERS OF THE PUBLIC WITH**
4 **EXPERTISE IN:**

5 **(I) ENTERPRISE INFORMATION TECHNOLOGY MANAGEMENT**
6 **EXPERIENCE; AND**

7 **(II) SPECIFIC TECHNOLOGY EXPERIENCE, INCLUDING**
8 **EXPERIENCE WITH ARTIFICIAL INTELLIGENCE AND CYBERSECURITY.**

9 **(2) (I) THE PRESIDENT OF THE SENATE SHALL APPOINT FOUR OF**
10 **THE BOARD MEMBERS.**

11 **(II) THE SPEAKER OF THE HOUSE SHALL APPOINT FOUR OF**
12 **THE BOARD MEMBERS.**

13 **(3) THE PRESIDENT AND THE SPEAKER SHALL JOINTLY DESIGNATE**
14 **A MEMBER TO SERVE AS CHAIR OF THE BOARD.**

15 **(D) A MEMBER OF THE BOARD:**

16 **(1) (I) MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE**
17 **BOARD; BUT**

18 **(II) IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER**
19 **THE STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE**
20 **BUDGET;**

21 **(2) IS SUBJECT TO THE PUBLIC ETHICS LAW; AND**

22 **(3) SHALL DISCLOSE TO THE STATE ETHICS COMMISSION IF THE**
23 **MEMBER:**

24 **(I) IS EMPLOYED BY AN ENTITY THAT CURRENTLY DOES**
25 **BUSINESS WITH THE STATE THAT IS RELATED TO THE MATTERS BEFORE THE**
26 **BOARD; OR**

27 **(II) HAS A FINANCIAL INTEREST IN AN ENTITY THAT CURRENTLY**
28 **DOES BUSINESS WITH THE STATE THAT IS RELATED TO THE MATTERS BEFORE THE**
29 **BOARD.**

1 **(E) THE BOARD SHALL BE STAFFED BY THE DEPARTMENT OF LEGISLATIVE**
2 **SERVICES.**

3 **(F) THE BOARD SHALL:**

4 **(1) SERVE AS AN EXPERT ADVISORY ENTITY TO THE GENERAL**
5 **ASSEMBLY; AND**

6 **(2) REVIEW ANY STATE REPORTS OR OTHER AVAILABLE**
7 **INFORMATION REGARDING EXISTING MAJOR INFORMATION TECHNOLOGY**
8 **DEVELOPMENT PROJECTS, INCLUDING:**

9 **(I) PROJECT MANAGEMENT AND OVERSIGHT REPORTS**
10 **PROVIDED CONFIDENTIALLY TO THE DEPARTMENT OF LEGISLATIVE SERVICES;**

11 **(II) ANY CONFIDENTIAL INFORMATION REGARDING PROJECT**
12 **RISKS SUBMITTED TO THE LEGISLATIVE POLICY COMMITTEE;**

13 **(III) THE STATE MODERNIZATION PLAN;**

14 **(IV) LEGACY SYSTEM STANDARDS, INVENTORY, AND FUNDING**
15 **PROJECTIONS;**

16 **(V) STATE USE OF THE INFORMATION TECHNOLOGY**
17 **INVESTMENT MATURITY MODEL;**

18 **(VI) THE STATE CENTRALIZATION STRATEGIES FOR:**

19 **1. INFORMATION TECHNOLOGY MANAGEMENT; AND**

20 **2. CYBERSECURITY; AND**

21 **(VII) THE STATE ARTIFICIAL INTELLIGENCE ROADMAP**
22 **DEVELOPED BY THE GOVERNOR'S ARTIFICIAL INTELLIGENCE SUBCABINET.**

23 **(G) ON OR BEFORE DECEMBER 15 EACH YEAR, THE BOARD SHALL SUBMIT**
24 **TO THE LEGISLATIVE POLICY COMMITTEE AND THE JOINT COMMITTEE ON**
25 **CYBERSECURITY, INFORMATION TECHNOLOGY, AND BIOTECHNOLOGY, IN**
26 **ACCORDANCE WITH § 2-1257 OF THIS TITLE, A REPORT THAT:**

27 **(1) INTERPRETS AND SUMMARIZES THE REPORTS AND OTHER**
28 **INFORMATION REVIEWED UNDER SUBSECTION (F)(2) OF THIS SECTION;**

1 **(2) PROVIDES ADVICE TO THE STATE BASED ON THE REPORTS AND**
2 **OTHER INFORMATION REVIEWED; AND**

3 **(3) COMMUNICATES THE REQUISITE INFORMATION IN A CLEAR AND**
4 **CONCISE MANNER THAT, TO THE GREATEST EXTENT POSSIBLE, AVOIDS THE USE OF**
5 **TECHNICAL LANGUAGE OR RELIANCE ON EXISTING INDUSTRY KNOWLEDGE.**

6 **Chapter 497 of the Acts of 2024**

7 **[SECTION 4. AND BE IT FURTHER ENACTED, That, on or before December 1,**
8 **2024, the Joint Audit and Evaluation Committee, in consultation with the Joint Committee**
9 **on Cybersecurity, Information Technology, and Biotechnology, shall study and make**
10 **recommendations for any statutory and operational changes necessary to address the**
11 **findings of the audit issued on April 2, 2024, by the Office of Legislative Audits in the**
12 **Department of Legislative Services and shall report on any recommendations for statutory**
13 **changes to the Governor and, in accordance with § 2–1257 of the State Government Article,**
14 **the General Assembly, including the Senate Budget and Taxation Committee, the Senate**
15 **Committee on Education, Energy, and the Environment, the House Appropriations**
16 **Committee, and the House Health and Government Operations Committee.]**

17 ~~3.5-309.~~

18 ~~(a) There is an Information Technology Investment Fund.~~

19 ~~(n) (1) On or before [November] OCTOBER 1 of each year, the Secretary shall~~
20 ~~report to the Governor and the Secretary of Budget and Management and, in accordance~~
21 ~~with § 2-1257 of the State Government Article, to the Senate Budget and Taxation~~
22 ~~Committee, the Senate Committee on Education, Energy, and the Environment, the House~~
23 ~~Appropriations Committee, the House Health and Government Operations Committee, and~~
24 ~~the Joint Committee on Cybersecurity, Information Technology, and Biotechnology.~~

25 ~~(2) The report shall include:~~

26 ~~(i) the financial status of the Fund and a summary of its operations~~
27 ~~for the preceding fiscal year;~~

28 ~~(ii) an accounting for the preceding fiscal year of all money from each~~
29 ~~of the revenue sources specified in subsection (c) of this section, including any expenditures~~
30 ~~made from the Fund; and~~

31 ~~(iii) for each project receiving money from the Fund in the preceding~~
32 ~~fiscal year and for each major information technology development project or expedited~~
33 ~~project receiving funding from any source other than the Fund in the preceding fiscal year;~~

34 ~~1. A BRIEF DESCRIPTION OF THE PROJECT, INCLUDING~~
35 ~~MAJOR CUSTOMERS AND INTERDEPENDENCIES WITH OTHER SYSTEMS;~~

~~2. AN ANALYSIS OF HOW THE PROJECT GOALS PROVIDE AN ADVANTAGE OVER CURRENT AGENCY OPERATIONS, INCLUDING A DESCRIPTION OF KEY PROJECT GOALS, CRITICAL SUCCESS FACTORS, HOW THE PROJECT SUPPORTS THE BUSINESS PROCESS, AND WHETHER THE SUCCESSFUL PROJECT WILL PROVIDE A BASIS FOR A FUTURE PROJECT AT THE SAME OR ANY OTHER UNIT OF STATE GOVERNMENT;~~

~~3. A DESCRIPTION OF TECHNOLOGIES EMPLOYED IN THE PROJECT;~~

~~4. AN ASSESSMENT OF THE VENDOR POOL OF LIKELY BIDDERS OR OFFERORS;~~

~~5. A DESCRIPTION OF THE PROCESS USED TO DEVELOP THE PROJECT;~~

~~6. AN OVERVIEW OF THE PROJECT SCHEDULE, INCLUDING ANY INTERMEDIATE PROJECT DEADLINES;~~

~~[1.] 7. the status of the project and project funding decisions;~~

~~[2.] 8. a comparison of estimated and actual costs of the project;~~

~~[3.] 9. any known or anticipated changes in scope or costs of the project;~~

~~10. A DESCRIPTION OF ANY ONGOING OPERATING EXPENSES AS A RESULT OF THE PROJECT AND A TIMELINE OF WHEN THOSE COSTS WILL BE INCURRED;~~

~~[4.] 11. an evaluation of whether the project is using best practices; and~~

~~[5.] 12. a summary of any monitoring and oversight of the project from outside the agency in which the project is being developed, including a description of any problems identified by any external review and any corrective actions taken.~~

~~(3) THE REPORT SUBMITTED UNDER THIS SUBSECTION SHALL BE:~~

~~(1) WRITTEN, AS PRACTICABLE, IN A MANNER THAT IS CLEAR, CONCISE, AND WELL ORGANIZED AND AVOIDS TECHNICAL JARGON;~~

~~(II) STRUCTURED TO INCLUDE AN EXECUTIVE SUMMARY OF KEY INFORMATION THAT HIGHLIGHTS ACTION ITEMS AND DECISION POINTS, INCLUDING:~~

~~1. THE TOTAL VALUE OF THE PORTFOLIO, INCLUDING ANNUAL DEVELOPMENT COSTS, FUNDING SOURCES, AND PREDICTED ONGOING OPERATING COSTS OVER THE NEXT 5 YEARS;~~

~~2. A SUMMARY OF NEW PROJECTS, THE ADVANTAGES OF THE PROJECTS, AND ANY NEW OR INNOVATIVE ASPECTS OF THE DEVELOPMENT PROCESSES;~~

~~3. AN ASSESSMENT OF THE NEW TECHNOLOGIES AND BEST PRACTICES EMPLOYED ACROSS THE PORTFOLIO, INCLUDING HOW THOSE TECHNOLOGIES ALIGN TO THE STATE MASTER PLAN;~~

~~4. A DASHBOARD GRAPHIC TO DEPICT THE BASIC STATUS OF ALL PROJECTS IN THE PORTFOLIO, INCLUDING THE STATUS AS IT RELATES TO MILESTONES AND FINANCIAL INVESTMENT; AND~~

~~5. AN ASSESSMENT OF ANY RISKS IDENTIFIED, BY TYPE AND AGENCY; AND~~

~~(III) MADE PUBLICLY AVAILABLE ON THE DEPARTMENT'S WEBSITE.~~

~~(e) (1) On or before January 15 of each year, for each major information technology development project or expedited project currently in development or for which operations and maintenance funding is being provided in accordance with subsection (i)(3) of this section, subject to § 2-1257 of the State Government Article, the Secretary shall provide a summary report to THE SENATE BUDGET AND TAXATION COMMITTEE, THE SENATE COMMITTEE ON EDUCATION, ENERGY, AND THE ENVIRONMENT, THE HOUSE APPROPRIATIONS COMMITTEE, THE HOUSE HEALTH AND GOVERNMENT OPERATIONS COMMITTEE, THE JOINT COMMITTEE ON CYBERSECURITY, INFORMATION TECHNOLOGY, AND BIOTECHNOLOGY, AND the Department of Legislative Services with the most up-to-date project information including:~~

~~[(1)] (I) project funding decisions and project status, INCLUDING:~~

~~1. ANNUAL DEVELOPMENT COSTS;~~

~~2. FUNDING SOURCES; AND~~

~~3. ONGOING OPERATING COSTS, INCLUDING LICENSES
AND SUPPORT TO MAINTAIN AND UPDATE THE SYSTEM;~~

~~[(2)] (II) any schedule, cost, and scope changes since the [last annual]
report REQUIRED UNDER SUBSECTION (N) OF THIS SECTION WAS SUBMITTED;~~

~~[(3)] (III) a risk assessment THAT GIVES A DETAILED DESCRIPTION OF
THE RISK IDENTIFIED, including:~~

~~1. TYPE OF RISK IDENTIFIED, INCLUDING AGENCY
GOVERNANCE, STAFF RESOURCE AVAILABILITY OR TRAINING, FUNDING,
INTERDEPENDENCIES WITH OTHER SYSTEMS, TECHNICAL ISSUES,
ORGANIZATIONAL CULTURE, OR LONG TERM SUPPORTABILITY; AND~~

~~2. any problems identified by any internal or external review
and any corrective actions taken; [and]~~

~~(IV) PROJECT TRACKING METRICS, INCLUDING:~~

~~1. PROJECT DEADLINES AND ASSOCIATED
DELIVERABLES; AND~~

~~2. A DESCRIPTION OF ANY CHANGES IN SCOPE,
TIMELINE, AND COSTS; AND~~

~~[(4)] (V) any change in the monitoring or oversight status.~~

~~(2) THE REPORT SUBMITTED UNDER THIS SUBSECTION SHALL BE:~~

~~(I) WRITTEN, AS PRACTICABLE, IN A MANNER THAT IS CLEAR,
CONCISE, AND WELL ORGANIZED AND AVOIDS TECHNICAL JARGON;~~

~~(II) STRUCTURED TO INCLUDE AN EXECUTIVE SUMMARY OF KEY
INFORMATION THAT HIGHLIGHTS ACTION ITEMS AND DECISION POINTS,
INCLUDING:~~

~~1. THE TOTAL VALUE OF THE PORTFOLIO, INCLUDING
ANNUAL DEVELOPMENT COSTS, FUNDING SOURCES, AND PREDICTED ONGOING
OPERATING COSTS OVER THE NEXT 5 YEARS;~~

~~2. A SUMMARY OF NEW PROJECTS, THE ADVANTAGES OF
THE PROJECTS, AND ANY NEW OR INNOVATIVE ASPECTS OF THE DEVELOPMENT
PROCESSES;~~

~~3. AN ASSESSMENT OF THE NEW TECHNOLOGIES AND
BEST PRACTICES EMPLOYED ACROSS THE PORTFOLIO, INCLUDING HOW THOSE
TECHNOLOGIES ALIGN TO THE STATE MASTER PLAN;~~

~~4. A DASHBOARD GRAPHIC TO DEPICT THE BASIC
STATUS OF ALL PROJECTS IN THE PORTFOLIO, INCLUDING THE STATUS AS IT
RELATES TO MILESTONES AND FINANCIAL INVESTMENT;~~

~~5. AN ASSESSMENT OF ANY RISKS IDENTIFIED UNDER
PARAGRAPH (1)(II) OF THIS SUBSECTION, BY TYPE AND AGENCY; AND~~

~~6. FOR THE ENTIRE PORTFOLIO, AN ASSESSMENT OF
PROJECT MANAGEMENT AND OVERSIGHT, DELINEATED BY AGENCY LED PROJECTS
AND DEPARTMENT LED PROJECTS, INCLUDING ALL ANTICIPATED CHANGES IN
SCOPE OR COSTS AND PROJECT TRACKING METRICS; AND~~

~~(II) MADE PUBLICLY AVAILABLE ON THE DEPARTMENT'S
WEBSITE.~~

SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 3.5–316 of
Article – State Finance and Procurement of the Annotated Code of Maryland be repealed.

SECTION 3. AND BE IT FURTHER ENACTED, That, notwithstanding any other
provision of law, on or before June 30, 2026, the Secretary of Budget and Management,
with the approval of the Governor, to meet the requirements of this Act, may transfer by
budget amendment to the Maryland Office of Digital Experience, as enacted by Section 1
of this Act, the following appropriations included in the fiscal year 2026 operating budget,
as enacted by Chapter (H.B. 350) of the Acts of the General Assembly of 2025:

(1) up to \$4,300,000 in staff augmentation funds; and

(2) up to 20% of the remaining appropriation to the Information
Technology Investment Fund under § 3.5–309 of the State Finance and Procurement
Article.

SECTION 4. AND BE IT FURTHER ENACTED, That, notwithstanding any other
provision of law:

(1) on or before June 30, 2026, the Governor may transfer to the Maryland
Office of Digital Experience, as enacted by Section 1 of this Act, up to 50 positions, vacant
or filled, along with the associated funds and unexpended appropriations that were
included in the fiscal year 2026 operating budget, as enacted by Chapter (H.B. 350) of
the Acts of the General Assembly of 2025; and

(2) an individual who is a permanent or contractual staff member in a
budgeted position in the Department of Information Technology or a unit of the State

executive branch whose position is transferred to the Maryland Office of Digital Experience shall be transferred without any decrease to or loss of the individual's rights, pay, status, working conditions, benefits, or retirement benefit status.

SECTION 5. AND BE IT FURTHER ENACTED, That, in fiscal year 2026, the Department of Information Technology:

(1) shall work with units of State government to find economies of scale through use of one statewide productivity suite under one State license but may provide for specific exceptions as necessary to meet specific unit needs;

(2) shall identify any other technology licensing or costs that could be reduced with a statewide contract for licensing or services; and

(3) provide that any savings identified through the provisions of this section shall accrue to the Information Technology Investment Fund to assist in implementing the provisions of this Act.

SECTION 6. AND BE IT FURTHER ENACTED, That in fiscal year 2026, except for funds transferred under Sections 3 and 4 of this Act, no additional general funds beyond those appropriated for the Department of Information Technology in the fiscal year 2026 operating budget, as enacted by Chapter (H.B. 350) of the Acts of the General Assembly of 2025, may be used to implement this Act.

SECTION 7. AND BE IT FURTHER ENACTED, That the Senate Budget and Taxation Committee and the House Health and Government Operations Committee shall convene a workgroup to evaluate the provisions of this Act, including:

(1) the duties and responsibilities that should be assigned to the Department of Information Technology, the Maryland Office of Digital Experience, the Major Information Technology Development Project Oversight Division, the Maryland Digital Service Unit, or other offices in the Department;

(2) what, if any, additional actions should be taken to ensure adequate resolution of the findings made by the Office of Legislative Audits in 2024;

(3) whether it would be efficient and effective to have a Department of Information Technology employee embedded on-site in units of State government with a major information technology development project to assist in project management, to provide expertise, and to serve as a liaison between the unit and the Department;

(4) whether additional or independent procurement authority should be given to the Department of Information Technology; and

(5) whether there are more efficient and effective ways or mechanisms, including establishment of an independent information technology project management authority to provide project and program management and implementation.

1 SECTION ~~2~~ 8. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 June 1, 2025.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.