



Wes Moore, Governor · Aruna Miller, Lt. Governor · Atif Chaudhry, Secretary

**Intergovernmental Cooperative Purchasing Agreement
Procurement Officer Determination
COMAR 21.05.09.04**

Per COMAR 21.05.09.02, as a Primary Procurement Unit, the DGS Office of State Procurement (OSP) may initially sponsor or participate in, renew, modify, or administer an Intergovernmental Cooperative Purchasing Agreement (ICPA) on its own behalf or on behalf of another agency when a determination is made under SFP §13-110 and COMAR 21.05.09.04.

In accordance with COMAR 21.05.09.03B, “A primary procurement unit may purchase its requirements from another government entity’s contract if that contract is an intergovernmental cooperative purchasing agreement and is available for use by the primary procurement unit.” As the DGS OSP Procurement Officer, I have determined that issuing an indefinite delivery indefinite quantity contract based on NASPO ValuePoint (NASPO) contract MA 758 2400000411 to Sid Tool Co., Inc, DBA MSC Industrial Supply Co. (MSC) for Facilities MRO and Industrial Supplies is in the best interest of the State based upon the reasons stated below.

The proposed contract pricing meets the requirements of the ICPA under COMAR 21.05.09.01B(2)(a). The process to directly solicit such a contract would take a significantly longer period of time than participating in the completed ICPA, particularly since a competitive bid process has already been completed by NASPO. Additionally, the amount of time in the award process is reduced and this method promotes administrative efficiencies and provides cost benefits to the State as it relates to COMAR 21.01.01.03. The State will enter into an IDIQ Requirements type contract, with all State and Local government agencies placing orders against this awarded contract; therefore, the total contract value will be determined by the work orders. However, the estimated spend on the contract is around \$1,000,000. per year. This statewide contract is intended to decrease the occurrence of emergency or small procurements when facilities MRO and industrial supplies are needed.

The NASPO contract was awarded September 1, 2024 and was approved for a two (2) year term with four (4) one-year renewal options, at the discretion of NASPO. The State of Maryland renewals will be based on the master contract terms and conditions, market research that will be conducted at the time of the renewal and at the discretion of the NASPO purchasing officer that issued the Request for Proposal that resulted in the ICPA. Awarding this ICPA will provide a contract for State facilities within the State of Maryland through August 31, 2026 with four (4) potential one-year renewal options.

The solicitation was issued on March 15, 2024 and publicly opened on April 29, 2024. A contract was awarded to MSC as the authorized vendor. MSC was determined to be qualified based on their ability to extensive facilities MRO and industrial supplies. This vendor fully met and complied with all specification and requirements of the solicitation, in accordance with the

evaluation criteria of the RFP.

DGS and other agencies will receive fair and reasonable prices that were competitively bid and the proposed contract pricing meets the requirement of the ICPA under COMAR 21.05.09.01B (2)(a). The percentage off manufacturer pricing across fourteen (14) facilities MRO and industrial supply categories varies from 24% to 35% which is competitive with similar facilities MRO and industrial supply companies of MSC's size. MSC maintained the amount of Maryland citizens employed two (2) consecutive years, having increased by 18% from 2022.

Therefore, based upon this independent analysis, I have determined that it is in the best interest of the State to participate in this intergovernmental cooperative purchasing agreement and issue an IDIQ contract to Sid Tool Co., Inc, DBA MSC Industrial Supply Co. of Davidson, NC as awarded on the NASPO ValuePoint contract MA 758 240000411, and that doing so will provide cost benefits to the State, promote administrative efficiencies or promote intergovernmental cooperation, and is not intended as a means to evade the purposes set forth under COMAR 21.01.01.03 and request approval of the primary procurement unit head per COMAR 21.05.09.05.

Matthew Smith

01/09/2025

Matthew Smith, Procurement Officer, DGS OSP / Date

Linda Dangerfield

Linda Dangerfield (Jan 16, 2025 07:29 EST)

01/16/2025

Linda Dangerfield, Deputy Chief Procurement Officer, DGS OSP / Date

Atif Chaudhry

02/03/2025

Atif Chaudhry, Secretary DGS / Date