



PROCUREMENT REFORM

*Ensuring a Consistent, Fair and Transparent
Procurement Process for the State of Arizona*

Stakeholders Meeting - August 14, 2013

AGENDA

Procurement Reform:

– Where Are We?

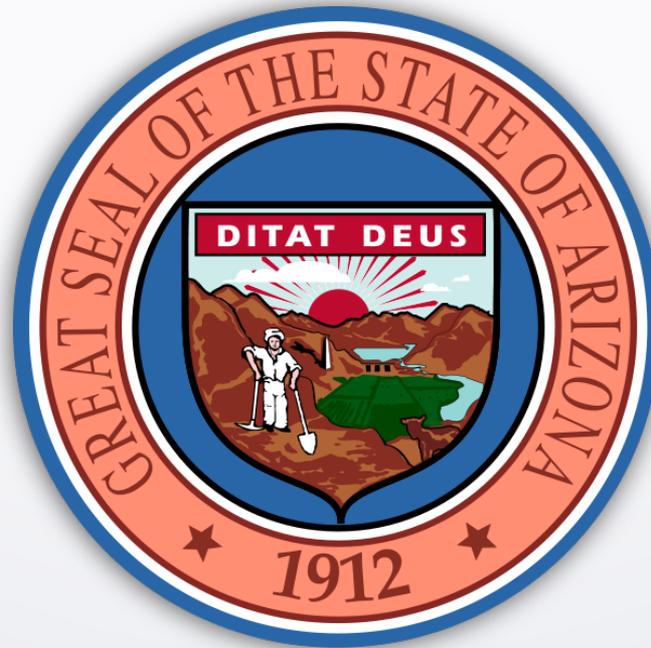
- HB2599
- Website
- Rules—Technical Changes
- Procurement Organization Structure
- Task Forces

– What's Ahead & What's the Strategy?

- Task Forces
- Training & Compliance Programs
- Centralized Legal Support



Procurement Reform: Where Are We?



HOUSE BILL 2599

Effective September 13, 2013

- Eliminates outdated, unproductive administrative requirements;
- Enhances small business opportunities in providing goods and services to the state;
- Encourages competition among suppliers;
- Increases the use of innovative and efficient purchasing methods; and
- Improves consistency in the application and execution of the APC.



PROCUREMENT REFORM WEBSITE

<http://spo.az.gov/ProcurementReform/index.html>

- Latest updates for:
 - Agencies
 - Suppliers
 - Lobbyists
- Procurement Reform Timeline
- Legislation and related information



The screenshot shows the homepage of the Arizona State Procurement Reform Website. At the top, there is a banner image of a modern building with the text "Procurement Reform" and the tagline "Ensuring a consistent, fair, and transparent procurement process". Below the banner, the heading reads "Welcome to the Arizona State Procurement Reform Website". The main content area contains several paragraphs of text explaining the purpose of the website and the reform process. At the bottom, there are three columns of links under the headings "Reform News", "Key Dates", and "Procurement Reform, HB2599 & Applicable Rules".

Procurement Reform
Ensuring a consistent, fair, and transparent procurement process

Welcome to the Arizona State Procurement Reform Website

As the demand for state services continues to strain our limited resources, procurement has a growing impact on the economic and social well-being of the citizens of Arizona. It is time to modernize the state's procurement practices.

State purchasing is governed by the Arizona Procurement Code (APC). HB 2599 (procurement code; amendments) was passed by the Arizona Legislature and signed by Governor Brewer in May, 2013. The bill takes effect September 13, 2013, and will result in significant procurement reform for Arizona State government. Also, many school districts as well as local governments follow the state's lead for their procurement practices, opening up the possibility for procurement reform in other local governmental jurisdictions.

This website has been developed to provide you with information about procurement reform. New as well as updated information will be posted to this site as we continue with the implementation of procurement reform. We recommend that you check back periodically to find out the latest information.

Thank you.

Jean A. Clark
State Procurement Administrator
June 24, 2013

Reform News	Key Dates	Procurement Reform, HB2599 & Applicable Rules
News for State Agencies	Procurement Reform Timeline	HB2599 (Chapters)
News for State Suppliers		PowerPoint - Ensured Value for the State of Arizona
News for Lobbyists		Procurement Reform FAQ
		Procurement Reform Fact Sheet



RULES

- **Technical Rules changes**
 - \$100k, Best and Final Offer, Determinations
 - Draft Rules complete
 - Reviewed by agencies
 - Updating, submit to Governor's Regulatory Review Council



PROCUREMENT ORGANIZATION STRUCTURE

- **Chief Procurement Officers**
 - Met with all 17 agencies potentially impacted
 - Drafted ISAs
 - Some agencies reducing delegation to \$100k
- **Classification & Compensation Project**
 - Draft of position descriptions complete
 - List of positions impacted



TASK FORCES

- **Significant Procurement Role**
 - Internal State team
 - Update to forms
 - Create website for solicitation list
- **Solicitation Evaluation**
 - Internal State team
 - Analyze current approaches
 - Research other organizations
- **Co-op/ 501(c)3s**
 - Internal State team
 - Process recommendations
 - Communication & outreach



What's Ahead & What's the Strategy?



TASK FORCES

- **Solicitation Evaluation, August 2013**
 - Stakeholder Involvement
 - Per request, discussion on process
 - Consensus
 - Score sheets/documentation
 - Draft Rules changes
- **Vendor Performance, October 2013**
 - Stakeholder Involvement
 - Develop Vendor Performance program
 - Draft Rules changes
- **Cooperative Purchasing/Piggybacking, October 2013**
 - Stakeholder Involvement
 - Parameters for Piggyback Purchases
 - Draft Rules changes



TRAINING & COMPLIANCE

- **Training & Certification Program**
 - CBT for HB2599 overview in development
 - Agency personnel
 - Suppliers/Lobbyists
 - Recruitment in process for Chief Learning Officer
 - Researching other training programs
- **Compliance Program**
 - Recruitment in process for Compliance Officer
 - Researching other compliance programs



CENTRALIZED LEGAL SUPPORT

- Provides authority to enter into agreements with the Attorney General's Office for procurement services to state agencies
- Coordinate with Attorney General's Office
- November 2013



CONCLUSION

- Suggestions or comments
- Recommendations
- Participation moving forward
 - Sign-in sheets

