CENTRALIZED PROCUREMENT AUTHORITY MODEL

Idaho Perspective



Definition:

- Single procurement authority (i.e. central procurement office) for all goods and services required by state agencies, including IT and in some cases construction. Exceptions could include federally-funded programs, elected officials, and other statutorily-exempt agencies.
- Central procurement office retains a high degree of oversight, authority and decision-making ability over the procurement approach used for agency and statewide purchasing (e.g., type of solicitation, application of exemptions, cooperative purchasing, etc.).
- Agencies have minimal autonomy to procure goods and services without specific delegation and approval from the central procurement office.
- Majority of procurement activity takes place in and/or is closely controlled by the central procurement office.
- Central procurement office maximizes buying power by leveraging volume of all agencies.
- Central procurement office establishes policies related to procurement; supports agencies'
 efforts to comply with administrative directives related to procurement, maintain ethical
 standards, and adhere to laws, rules and policies; and pursues improvement opportunities
 through statute, policy and process changes.

BENEFITS	CHALLENGES
⇒ increased cost savings	⇒ added complexity
⇒ consistent policies	⇒ workforce challenges
⇒ standardized templates and processes	⇒ difficult to provide oversight when ex-
⇒ improved spend management and con- tract management	pertise and resources are at the agency level
⇒ consolidating resources and maximizing results	⇒ customer satisfaction, agency relations issues
⇒ eliminating redundancies at agency level	