Cooperative Purchasing

Debbie O'Leary

Administrator
Procurement Services
General Services Enterprise



DAS Procurement Services

Procures goods and some services for 41 state agencies/ 16,000 employees.

Procurement Services maintains over 500 contracts, which are used by state agencies.

Contracts cover a wide variety of products—everything that government needs.

Most contracts are available for use by political subdivisions and some are available for non-profits.



DAS Cooperative Procurement

NASPO/WSCA—multiple states

DAS/DOT cooperative contracts

DAS/DOT/Regents cooperative contracts

Minnesota Multistate Contracting Alliance for Pharmacy



NASPO/WSCA Cooperative Procurement

Examples—not an exhaustive list

Mailing equipment Maintenance, repair and operations (MRO)

Automated defibrillators Small Package Delivery

Bio-based toner cartridges Electronic Monitoring Devices

Dental supplies Wireless Communications and devices

Legal subscription Vehicle Lift Equipment

Tires Body Armor

Copiers



DAS/DOT Cooperative Procurement

Examples—not an exhaustive list

Vehicles

Fuels

Vehicle Fuel P-card

Propane Fuel



DAS/DOT Regents Cooperative Procurement

Examples—not an exhaustive list

Office Supplies

P-card

Electronic bidding tool

Laboratory Equipment and Furniture

Recycling (Lamps, Electronics, Paper)

Hazardous Waste



Computer Hardware

Contract Details	
Brief history: This contract is a result of a competitive selection process by the Western States Contracting Alliance (WSCA) with further negotiations by the State of Iowa on standardized configurations of PCs, Laptops, Desktop Color printer and Servers.	Computers: 41-61.5% off list price Laptops: 35-51% off list price
Eligibility and ordering procedures	Savings Opportunities
Who is Eligible to use this contract? All State of Iowa Agencies All Regents institutions All political sub-divisions. (i.e. schools, cities, counties) and non-profits	Lowering costs by using economy of scale, standardization and the State's purchasing volume.



Computer Software

Contract Details	Contract Information
Brief history: This contract is a result of a competitive selection process for services and discounts offered on commercial off the shelf software.	The software contract is contract will be competitively bid and replaced by a new contract. DAS has formed a committee to draft the RFP, recommend strategy and assist with the evaluation process. Agencies represented on the team are Department of Transportation, Work Force Development, DAS-ITE, Department of Public Safety.
Eligibility and ordering procedures	Maximizing Savings Opportunities
Who is Eligible to use this contract?	Average of 15% Off of mfg. list prices
All State of Iowa Agencies All Regents institutions All political sub-divisions. (i.e. schools, cities, counties) and non-profits	Examples of price discounts: Microsoft 17% discount McAfee 27% discount Novell 40% discount

Vehicles

Contract Details	
Brief History	In process of reviewing vendor responses
DAS and DOT bid vehicles on behalf of all state agencies and the Regents institutions.	and applying life-cycle cost information.
DAS—law enforcement and passenger vehicles DOT—trucks	
Eligibility and ordering procedures	Savings Opportunities
Who is Eligible to use this contract?: All State of Iowa Agencies All Regents institutions All political sub-divisions. (i.e. schools, cities, counties) and non-	Economy of scale. DAS and DOT take advantage of the manufacturer's fleet production schedule.
profits	in the second se

Office Supplies

Contract Details

Brief history: Contract was recently rebid and awarded to Office Max

This was a cooperative effort with the Regents institutions, Department of Transportation, and the Iowa BioTech Association.

This contracts used the spend of all institutions and state agencies to generate competitive pricing. The State of Iowa spends approximately \$4.3 million annually on office supplies, paper, toner, etc.

Eligibility and ordering procedures

Who is Eligible to use this contract?

All State of Iowa Agencies
Iowa Biotechnical Association Members
All Regents institutions
All political sub-divisions. (i.e. schools, cities, counties) and non-profits.

Savings Opportunities

Toner Cartridge HP LSR42XHIYLD

List: \$347.68 Our Cost: \$186.80

30% Recycled Paper

List: \$47.99 Our Cost: \$34.34

OfficeMax Removable Notes

List: \$14.99 Our Cost: \$3.39

Pharmaceuticals

Contract Details	
Brief history: 48 states utilize the Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP)	This contract takes advantage of the spend by all institutions and state agencies to generate competitive pricing.
Eligibility and ordering procedures	Savings Opportunities
Who is Eligible to use this contract?	Economy of scale All institutions receive the same pricing
All State of Iowa Agencies Iowa Biotechnical Association Members All Regents institutions All political sub-divisions. (i.e. schools, cities, counties) and non-profits.	



DAS Procurement Savings

January 1 – November 1, 2011

Approximately \$3,800,000 cost savings/avoidance

Costs under/over projected budget

Spending less as a result of further negotiations with vendor, early payment discount, or the bid process

Cost is less than previously paid

Rebates received from vendors based on the state volume of purchases



DAS challenges/ Lessons Learned

Big Picture

Mandatory contracts

Compliance

