

MANAGED RISK MEDICAL INSURANCE BOARD

RESOLUTION

In the matter of MRMIB's Delegated Purchasing Authority:

The Board hereby resolves that in accordance with the provisions of Section 12693.21, Section 12696.05, 12699.58 and Section 12711 of the California Insurance Code, the Executive Director or her authorized designee be authorized to submit a request to the Department of General Services to increase MRMIB's Delegated Purchasing Authority spending level as follows:

1. IT Goods: increase spending authority from \$4,999.99 to \$10,000.

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CERTIFICATION

I, Lesley Cummings, Executive Director of the Managed Risk Medical Insurance Board, do hereby certify that the foregoing action was duly passed and adopted by the Managed Risk Medical Insurance Board at an official meeting thereof on August 7, 2008.

Dated this 7th day of August, 2008.

Lesley Cummings, Executive Director
Managed Risk Medical Insurance Board

REQUEST FOR INCREASED DELEGATED PURCHASING AUTHORITY

Background: Statutory authority for the competitive and non-competitive procurement of non-information technology goods and information technology goods and services for State government resides with the Department of General Services (DGS). DGS also has the statutory authority to delegate its purchasing authority to departments that meet specific requirements. Purchasing authority is only delegated upon certification that the requesting department will comply with current laws and rules to purchase goods and services.

Currently, DGS has given MRMIB delegated authority to purchase IT goods/services up to \$4,999.99.

Staff have found circumstances where the State would have been better served if the delegated authority was up to \$10,000. If MRMIB had the authority it could have gotten a significantly reduced price to renew IT software licenses for three (3) years. However, because the cost of a three (3) year license/agreement exceeded the \$4,999.99, MRMIB was forced to renew for only one (1) year. Increasing the delegated purchasing authority spending level to \$10,000 will allow MRMIB to take advantage of similar IT pricing options.

Request: Staff requests Board authorization to seek increased delegated purchasing authority from the Department of General Services for IT purchases up to \$10,000.