

HOUSE COMMITTEE ON AUDITS

May 31, 2005 Hearing Room D

8:30 A.M. Tapes 80 - 81

MEMBERS PRESENT: Rep. Jerry Krummel, Chair

Rep. Tom Butler, Vice-Chair

Rep. Diane Rosenbaum, Vice-Chair

Rep. Alan Brown

MEMBER EXCUSED: Rep. Jackie Dingfelder

STAFF PRESENT: Jim Keller, Committee Administrator

Kellie Whiting, Committee Assistant

MEASURES/ISSUES HEARD:

**Committee Discussion on the Department of Administrative
Services' issues – Informational Meeting**

These minutes are in compliance with Senate and House Rules. Only text enclosed in quotation marks reports a speaker's exact words. For complete contents, please refer to the tapes.

TAPE/# Speaker Comments

TAPE 80, A

002 Chair Krummel Calls the meeting to order at 8:43 a.m. and opens the informational meeting on a committee discussion on the Department of Administrative Services' (DAS) issues.

COMMITTEE DISCUSSION ON THE DEPARTMENT OF ADMINISTRATIVE SERVICES' ISSUES – INFORMATIONAL MEETING

005 Chair Krummel Explains he would like recommendations about the previous meetings, testimony and discussions about DAS to refer to leadership offices, Ways and Means or the House Budget Committees during the interim. Asks for input from the committee for any recommendations. Explains the topics covered concerning DAS, including the strategic plan, a survey conducted about customer service, the Smart Buy Program and rents and leases. Opens a discussion about assessments. Explains the concerns about DAS raising assessments for agencies.

056 Rep. Butler Inquires about the prescribed authority and statutory limitations for assessments and fees.

063 Chair Krummel Suggests that the Interim Joint Audits Committee address assessments and provide clarification. Comments on the assessments and services provided by DAS.

103 Rep. Brown Inquires the number of different services DAS provides.

109 Rep. Butler Responds he believes there are seven divisions within the Department of Administrative Services and there are various advisory committees.

131 Chair Krummel Explains the services that have an assessment attached.

146 Rep. Rosenbaum Comments on the agencies paying for services and asks how the agencies would contribute for the services with the elimination of fees.

159 Chair Krummel Responds about general funds, generalized services, program dollars and services provided.

186 Rep. Butler

Clarifies that DAS collects funds from all different agencies and can be limited under certain circumstances. Notes about the fees for direct services. Comments that the DAS administrative fees are based on services provided by DAS and can be a mix of federal funds, general funds and other funds. Comments on the difficulties to convert the funds into the general funds.

- 263 Chair Krummel Inquires if there is a need for further discussion in the interim, due to concern from the House Audits Committee.
- 280 Rep. Butler Discusses the needed communication with Laurie Warner, Acting Director of DAS concerning any potential changes.
- 333 Rep. Rosenbaum Responds about a working relationship during the interim with the Director of DAS.
- 348 Chair Krummel Opens discussion around the Smart Buy Program. Comments on the anticipated savings and the public expectations of the program. Comments on the procurement process savings. Recommends a discussion about the actual savings of the Smart Buy Program.
- 417 Rep. Rosenbaum Inquires about the exploration of vendors and market place prices.

TAPE 81, A

- 006 Chair Krummel Comments on the training for the procurement personnel.
- 010 Rep. Butler Responds about the procurement personnel and the training for procurements officers.
- 021 Chair Krummel Inquires if the DAS Procurement Department should provide a detailed report stating the total savings, projected savings and dates of the programs.
- 040 Rep. Butler Comments about maintaining the ongoing procurement training for the Smart Buy Program.
- 068 Chair Krummel Opens discussion around DAS's strategic plan.
- 090 Rep. Butler Suggests that the Ways and Means Committee review the discussions from the 2005 session.

105	Chair Krummel	States there is no strategic plan on how the department provides services. States he would like to see the legislature assist in helping the department develop a strategic and customer service plan based on the survey during the interim. Comments on an understandable articulation of the plan. Explains the needed information surrounding the enterprise-wide services.
189	Rep. Butler	Comments on the operation of state motor pool.
207	Chair Krummel	Comments on the issue concerning less expensive services outside DAS and the mandatory services provide by DAS.
245	Rep. Butler	Refers to ORS 283.076 and comments on the appropriate authority concerning assessments. Comments on suggestions about project needs.
268	Chair Krummel	Comments on the rents, leases and the competitiveness within the private sector.
302	Rep. Butler	Comments on the Capitol Planning Commission, Physical Facilities Planning Division and the Land Use Board.
379	Chair Krummel	States he will have a final draft regarding the recommendations to DAS on Thursday June 2, 2005 and closes the informational meeting on the committee discussion on Department of Administrative Services' issues. Adjourns the meeting at 10:00 a.m.

EXHIBIT SUMMARY:

NONE SUBMITTED