

STATE OF TENNESSEE

EXECUTIVE ORDER

BY THE GOVERNOR

No. 27

AN EXECUTIVE ORDER TRANSFERRING CERTAIN PROCUREMENT POSITIONS WITHIN SELECT STATE AGENCIES AND DEPARTMENTS TO THE CENTRAL PROCUREMENT OFFICE

WHEREAS, in the interests of making state service more economical and efficient, it is necessary for the State to reduce administrative duplication in the operation of state government; and

WHEREAS, the Central Procurement Office was created and established in Tennessee Code Annotated, Section 4-56-104, *et seq.*; and

WHEREAS, in an attempt to further a more economical and efficient state service, the Central Procurement Office has reviewed and analyzed the current procurement functions of the executive branch state agencies; and

WHEREAS, the Chief Procurement Officer has recommended a Pilot Program in which certain procurement professionals within six departments, to wit, the Tennessee Department of Corrections, Department of Economic and Community Development, Department of Education, Department of General Services, Department of Health, and Department of Human Resources (the "Pilot Agencies"), would be transferred to the jurisdiction and control of the Central Procurement Office.

NOW THEREFORE, I, Bill Haslam, Governor of the State of Tennessee, by virtue of the power and authority vested in me by the Tennessee Constitution and by Tennessee Code Annotated, Sections 4-4-102 and 4-4-117, do hereby direct the following:

1. Certain functions related to the management and operations of procuring select goods and services, including, without limitation, solicitations, strategic sourcing and reporting as established in Tennessee Code Annotated, Title 4, Chapter 56, Title 12, Chapter 3, and Title 12, Chapter 4, for the Pilot Agencies shall be transferred to the Central Procurement Office. The Central Procurement Office shall have exclusive jurisdiction and control over select procurement functions of the Pilot Agencies as determined by the Chief Procurement Officer. The Chief Procurement Officer shall, on or before, June 1, 2013, begin the process of implementing this Executive Order.

- 2. The Chief Procurement Officer is authorized to develop cost allocation procedures and interdepartmental billings for services associated with implementing this Executive Order. All appropriations currently made to the Pilot Agencies for select procurement services shall remain in the Pilot Agencies in order to honor interdepartmental billings from the Central Procurement Office. The Central Procurement Office's budget shall be adjusted to reflect the expenditures and billings associated with the transfer of certain procurement personnel from the Pilot Agencies to the Central Procurement Office.
- 3. Based upon a schedule developed by the Chief Procurement Officer, the Chief Procurement Officer, with assistance and approval from the Department of Human Resources, shall cause to be transferred to the Central Procurement Office any filled or unfilled, authorized and funded positions currently assigned, directly or indirectly, to select procurement functions of a Pilot Agency. Such positions for procurement shall be transferred to the Central Procurement Office effective June 1, 2013.
- 4. In accordance with the schedule for transferring certain procurement positions, the Central Procurement Office shall revise the present work programs, as well as future budgets of the Pilot Agencies, to reflect implementation of this Executive Order.
- 5. The Pilot Agencies shall transfer to the Central Procurement Office select personal property, equipment or other material available and necessary to implement the requirements of this Executive Order, when appropriate and as determined by the Chief Procurement Officer.
- 6. On or before July 1, 2014, the Central Procurement Office shall report in writing on the effectiveness and efficiency of the Pilot Program to my Administration and to the Commissioner of Finance and Administration.
- 7. This Executive Order supersedes all other Executive Orders on the same subject to the extent that those Executive Orders are inconsistent with this Executive Order.

IN WITNESS WHEREOF, I have subscribed my signature and caused the Great Seal of the State of Tennnessee to be affixed this day of June, 2013.

GOVERNOR

1 (1)

SECRETARY OF STATE