

ADVISORY GROUP ON Elimination of Duplicative and Non-Essential Services PROPOSAL #: AGDNES #24
 SUBJECT: DOA - Privatization and Outsourcing Unit DATE ADOPTED BY ADVISORY GROUP: November 09, 2009
 COMMISSION ACTION: ADOPTED DATE: November 17, 2009 RECOMMENDATION #: 104

RECOMMENDATION: Create a privatization and outsourcing unit within the Division of Administration having appropriate experience and expertise and provide that such unit is a resource for all departments and agencies considering or implementing privatization or outsourcing regardless of which department controls the asset or the service being privatized or outsourced. The unit will serve as a center of functional excellence for privatization and outsourcing.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
<p>Create a privatization and outsourcing unit within the Division of Administration having appropriate experience and expertise and provide that such unit is a resource for all departments and agencies considering or implementing privatization or outsourcing regardless of which department controls the asset or the service being privatized or outsourced. The unit will serve as a center of functional excellence for privatization and outsourcing.</p>	<p>DOA.</p>	<p>The purpose is for the state to acquire expertise with necessary skills to assess the economic risks of selling or contracting public processes to the private sector.</p>	<p>This unit should be located at DOA and comprised of those with necessary technical skills and the appropriate experience in the marketplace to be aware of the pitfalls of privatizing. These skills should be hired outside the government workforce and answerable to the Commissioner, Governor and/or respective legislative group/committee(s).</p>	<p>Final decision whether to proceed with privatization or outsourcing would rest with the statewide elected official or his designee and could be based on a recommendation made to the statewide elected official by the unit.</p>	