

CONTROLLING BOARD

OHIO OFFICE OF BUDGET AND MANAGEMENT

MINUTES OF THE MAY 19, 2003 MEETING

President, Lisa Dodge, called the Controlling Board meeting to order at 1:45 p.m. Serving on the Controlling Board were Senator Bill Harris, Representative Charles Calvert, Senator James Carnes, Representative Jim Hughes, Senator Ray Miller and Representative Sylvester Patton.

Executive Secretary, Vanessa Niekamp, distributed the minutes of the May 5, 2003, meeting. A motion to approve the minutes was made by Senator Harris, seconded by Representative Calvert and approved by the Board members.

Attached is the May 19, 2003, meeting agenda. A motion for blanket approval of all items not held for questions was made by Representative Calvert, seconded by Senator Harris and approved by all Board members.

The following items were discussed and acted upon as stated.

Item 1, BDP008-03 was approved as amended to read: Board of Deposit requests Controlling Board approval to waive competitive selection in the amount of \$450,000.00 to amend the contract with Key Bank National Association, Cleveland, Cuyahoga County, for increased banking services required pursuant to Amended Substitute House Bill 40, which mandated more frequent electronic payment of sales taxes.

Items 4, MCO054-03 and 5, MCO055-03 were held by Senator Miller. Senator Miller asked why a request for proposal is not being completed for the subcontractors on the projects. Don Roberts, Director of Capital Projects, stated the subcontractor on the project is a roofing specialist that works within the KDI group, which is the prime contractor. Senator Miller asked how the College is sure they are receiving the best price. Mr. Roberts stated the project was advertised in the Toledo Blade and after a short listing process three firms were interviewed. The items were approved without objection.

Item 11, DAS308-03 was held by Representative Hughes and Representative Patton. Representative Hughes asked if there will be any more capital funds released on the project. Daryl Anderson, MARCS Program Administrator, stated these are the remaining capital funds to be released. Representative Hughes asked if the MARCS project is within the budget. Mr. Anderson stated yes. Representative Patton asked how the remaining counties could be completed for the requested amount of funds. Mr. Anderson stated the project is over half done and he is confident the remaining portion can be completed within budget. Representative Patton asked for the total number

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of towers after the project is completed. Mr. Anderson stated 200. The item was approved without objection.

Items 28, DOH076-03 and 29, DOH077-04 were held by Representative Calvert. Representative Calvert asked what this system provides that MARCS does not. Steve Wagner, Department of Health, stated this system allows a directory structure that e-mails, calls, pages, and faxes locations on emergency issues. Representative Calvert stated these services are included in MARCS and re-questions how this system is different. Mr. Wagner stated this system will allow the user to share and edit documents, where as the MARCS system does not. Representative Calvert asked why the data can not be shared over normal internet systems. Mr. Wagner stated this provides a secure environment. Representative Calvert asked why the information is not public and a secure network is needed. Mr. Wagner stated some of the information is shared with the public, but other information is sensitive in nature and this system allows for the transmission of this type of information. The items were approved with Representative Calvert and Representative Hughes objecting.

Item 31, JFS004-03 was held by Senator Carnes. Senator Carnes asked if any of these services could be provided by BCI & I in London. Christopher Carlson, Deputy Director, stated the statutes for BCI & I limit their work to criminal actions only. The item was approved without objection.

Item 32, JFS009-0405 was held by Senator Carnes, Senator Miller, and Representative Patton. Senator Carnes asked why the contract is not being rebid. Christopher Carlson, Deputy Director, stated the department believed having an RFP at this time would be costly and would not allow the department enough time to assess the market place and which direction it will be going in. Senator Carnes asked why the department has chosen the smart card over the ATM method. Mr. Carlson stated the department believes the smart card is a more secure method of providing benefits. Mr. Carlson explained the ATM method would allow an individual to use the benefits who is not eligible for them by not requiring a secure personal identification number as the smart card does. Senator Carnes asked if the department is paying more for the smart card than other states who use the ATM method. Mr. Carlson stated yes, but the industry is still fluctuating between the smart card and ATM technology. Senator Miller asked if the on-line services are cheaper. Mr. Carlson stated yes, however the RFP written in 1994 specified the smart card system. Senator Miller asked if there is a relationship between Citicorp and Banc One. Mr. Carlson stated he does not know. Senator Miller asked if Citicorp has an office in Ohio. Mr. Carlson stated they have a project office in Ohio. Senator Miller asked how many employees in the state of Ohio support this program. Mr. Carlson stated two. Representative Patton asked how the original RFP written. Mr. Carlson stated the RFP was written for a smart card system. Representative Patton asked how much it would cost the department to perform this RFP. Mr. Carlson stated it would take six to eight staff a period of a year to complete the process. The item was approved with Senator Miller and Representative Patton objecting.

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Item 34, LOT020-03 was held by Senator Harris. Senator Harris asked if the vendor receives more funding as the sales increase. Jason Paduchik, Legislative Liaison, stated that is correct. Senator Harris asked if the sales have increased. Mr. Paduchik stated yes. Senator Harris asked if there has been an increase in revenue. Mr. Paduchik explained there has not been an increase in revenue due to an increase in pay-outs to winners. The item was approved without objection.

Item 37, DNR131-03 was held by Senator Carnes. Senator Carnes asked how the Handicapped Accessibility funds would be used on the new project. Bill Moody, Deputy Director, stated both facilities in Hocking County include handicapped access and the funds are being transferred to these projects for this design. The item was approved without objection.

Item 38, DNR132-03 was held by Representative Hughes and Representative Patton. Representative Hughes asked if the purpose of the request is to establish standard designs. Bill Moody, Deputy Director, stated that is correct. Representative Hughes asked why a consultant is needed for this service and it can not be completed within the department. Mr. Moody stated there are a number of engineers in the department, however the department does not have the staff time to devote to the project and believes there will more credibility with the designs if they are developed by an outside firm. Representative Patton asked if these types of designs have been built by the department in the past. Mr. Moody stated yes. Representative Patton asked why previous plans can not be used for the standards. Mr. Moody stated the designs could be included. The item was defeated with objections by Senator Miller, Representative Calvert, Representative Hughes, and Representative Patton.

Item 43, DNR377-03 was held by Senator Harris and Representative Hughes. Senator Harris asked if the department has received any complaints with the current system. Bill Moody, Deputy Director, stated the current system is adequate, but there are 36 states who offer on-line services and the department would also like to offer these services. Senator Harris asked if the on-line service would be a revenue loss for the vendors whom have provided them. Mr. Moody stated yes. Representative Hughes asked how this will affect local businesses. Mr. Moody stated the department does not know the amount of use for the on-line system and could not predict how it will affect local businesses. The item was withdrawn by the agency.

Item 44, PYT204-03 was held by Senator Harris and Representative Calvert. Senator Harris asked if the amount approved by the Controlling Board in February covered all the outstanding costs incurred by the agency. Carl Williams, Executive Director, stated the amount did not include the total amount of outstanding obligations at that time. Senator Harris asked when the agency's fiscal problems will be resolved. Mr. Williams stated he believes due to planned spending cuts he will not need to return to the Controlling Board in fiscal years 2004 and 2005. Senator Harris asked what would happen if the Controlling Board did not approve this request. Mr. Williams stated it would severely impact the operations of the agency. Representative Calvert asked why there was an increase in salaries during this time. Mr. Williams stated there was one employee who left the agency and then was replaced at

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a later date. The item was approved with Representative Calvert and Representative Hughes objecting.

Item 45, DRC407-03 was amended to read: Rehabilitation and Correction requests Controlling Board approval to waive competitive selection in the amount of \$13,857.44 to amend the contract with Asim Farooqui and \$23,709.48 to amend the contract with Boris Kolb to provide mental health services at the Corrections Reception Center/Orient Cluster, Orient, Pickaway County. The item was approved without objection.

Item 54, SFC120-03 was held by Representative Patton. Representative Patton asked how many applications there are. Steve Lutz, Chief of Planning, indicated there is currently one application. Representative Patton asked if this request is to review the one application, or will it cover future applications. Mr. Lutz stated it will cover all applications over a two year period. The item was approved without objection.

Item 55, DOT190-03 was held by Representative Hughes. Representative Hughes asked for the difference between these services and the normal architectural services performed by the department. George Saylor, Engineer, stated these are not services the department has the capability to perform. Representative Hughes asked what would happen if this request was not funded. Mr. Saylor stated the federal funds could not be used. The item was approved without objection.

Item 57, DOT206-03 was held by Senator Miller. Senator Miller released the hold without question. The item was approved without objection

Item 58, BWC306-03 was held by Senator Miller. Senator Miller released the hold without question. The item was approved without objection.

Item 60, BWC308-03 was held by Senator Miller. Senator Miller released the hold without question. The item was approved without objection.

With no further business before the board, the meeting was adjourned at 4:05 p.m.

Respectfully submitted,

Vanessa Niekamp

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Controlling Board Executive Secretary

05/19/03 Minutes approved by the Board:
