



# **Report on Executive Directive 2019-15**

Required by ED 2019 – 15, Section 4

Prepared for  
The Honorable Gretchen Whitmer

Department of Technology, Management and Budget  
Procurement  
February 1, 2022

## Executive Directive Implementation Reporting

Executive Directive 2019-15 (ED 2019-15) was issued July 29, 2019. By fall of that year Central Procurement Services (CPS) updated policy and templates to comply with its requirements and a guidance document for procurement professionals explaining ED 2019-15 and how its requirements would be met. Templates were updated to ensure consistent language is used when describing how the economic impact influenced vendor selection. Soon after, all procurement professionals begin evaluating bidders on their overall economic impact on the State of Michigan for best value awards and collecting related data for reporting. Procurement professionals are asked to reach out to CPS before making a best value award so CPS may ensure the economic impact is properly considered.

In early 2020, CPS began discussions with EGLE and LEO on how to share data needed to complete the environmental and labor checks. Involved discussions took place with both agencies to determine what data was tracked, how much was readily available and how it could best be repeatedly produced for CPS. The outbreak of COVID-19 slowed these efforts, however by the end of 2020 EGLE and LEO began sharing the needed information. By March 2021 CPS rolled out procedures and tools so that all procurement professionals could complete all the environmental and labor checks. CPS checks potential vendors against multiple data sets to determine if there are any compliance issues. These data sets cover compliance with the Fair Labor Standards Act, Michigan Wage and Hour statutes, and convictions, judgements, and enforcement actions taking by EGLE to enforce Michigan's Natural Resources and Environmental Protection Act. With this, the requirements of ED 2019-15 have been fully implemented. These checks and monitoring are continuing.

## Economic Impact Reporting

	Count of Contracts	Number of Employees*	Number of Additional Employees to be Added as Result of Contract*	Average Wage*	Health Insurance Provided*
<b>2020</b>	<b>734</b>	<b>3,930</b>	<b>113</b>	<b>\$23.97</b>	<b>3,165</b>
<b>2021</b>	<b>1,316</b>	<b>23,252</b>	<b>268</b>	<b>\$21.92</b>	<b>5,478</b>

\*Information is based on what has been reported to CPS.