



**Department of General Services
Procurement Division**

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**TO: Procurement and Contracting Officers (PCOs)
Purchasing Authority Contacts (PACs)
Small Business and DVBE Advocates
State Contract Advisory Network Members (SCAN)**

RE: Price Book and Directory of Services, New Lower 2006/2007 Rates Now In Effect for DGS Procurement Division

The Department of General Services (DGS) is pleased to announce an update to the DGS Office of Fiscal Services' Price Book which reflects a meaningful reduction in the rates DGS charges to agencies and departments for purchasing services. The 2006/2007 rates for the DGS Price Book are now in effect and posted on the Internet.

The new rates which took effect July 1, 2006 reflect an overall decrease in costs to departments for purchasing services and are as follows.

Old 2005/06 Rates	Current 2006/07 Rates	Change
PD rate was 2.24 %/\$7500 max	PD rate is 1.98%/\$7500 max	0.26% decrease
Small Business rate .24% no max	Small Business rate .26% no max	0.02% increase
Hourly rate \$80.19	Hourly rate \$80.00	\$0.19 decrease

DGS employees have worked diligently to develop innovative solutions to streamline the procurement process. Their work has resulted in a more efficient process that allows the DGS, Procurement Division, to charge our customers less for purchasing services while still delivering the high quality of service expected by our customers.

We believe that this rate reduction will have a positive impact on your department; and help to reduce your overhead costs in procuring goods and services, thereby providing you with a corresponding increase in budgetary funds that can be used to support your department's critical mission and goals.

If you need more information about how this rate reduction affects your department, please contact Ms. Edie Kurotori at edie.kurotori@dgs.ca.gov.