

HOS Request for Proposals (RFP) Procedure Drafted 6/15/20

Introduction

A school district entering into an agreement for the sale or purchase of supplies, materials, equipment or the rental thereof, or the construction, alteration, repair or maintenance of real or personal property must abide by the statutes relating to contracting and bidding. In addition, for counties, such statutory requirements also apply to contracts for "work or labor."

Minn. Stat. § 471.345, the Uniform Municipal Contracting Law, was established to provide dollar limits for all municipalities upon contracts which shall or may be entered into on the basis of competitive bids, quotations, or purchase or sale in the open market. Vendors may now submit bids, quotations, and proposals electronically in a form and manner required by the requesting entity.

Minn. Stat. § 471.345, subd. 18. Generally, the following thresholds apply:

- 1. For contracts over \$175,000 sealed bids, solicited by public notice and subject to the particular requirements of the governmental subdivision.
- 2. For contracts from \$25,000 to \$175,000 sealed bids or direct negotiation, with two quotations whenever possible.
- 3. For contracts of \$25,000 or less open market or quotations (with at least two contract quotations, if practicable).

In addition, Minn. Stat. § 471.345, subds. 16 and 17, allow school districts to purchase supplies, materials, and equipment using an electronic reverse auction process; and to sell supplies, materials, and equipment which is surplus, obsolete, or unused using an electronic selling process.

Best value procurement is a process based on competitive proposals (as an alternative to bids) that awards the contract to "the vendor or contractor offering the best value, taking into account the specifications of the request for proposals, the price and performance criteria as set forth in [Minn. Stat. § 16C.02, subd. 4a] and described in the solicitation document." Minn. Stat. §



16C.28, subd. 1(a)(2). Before administering best value procurement procedures, personnel must be trained in the best value RFP process. See Minn. Stat. § 16C.28, subd. 1d.

*If the Bluffview Montessori Authorizer intends to bid on an RFP then the business publishing the public post must include the issuance of an "Affidavit of Publication" to Bluffview as documentation/proof:

Charter school law that allows a charter school to purchase services from an authorizer under certain conditions and stipulations:

Subd. 2. Limits on charter school agreements.

- (a) A school must disclose to the commissioner any potential contract, lease, or purchase of service from an authorizer. The contract, lease, or purchase must be accepted through an open bidding process and be separate from the charter contract. The school must document the open bidding process. An authorizer must not enter into a contract to provide management and financial services to a school it authorizes, unless the school documents receiving at least two competitive bids.
- (b) An authorizer must not condition granting or renewing a charter on:
- (1) the charter school being required to contract, lease, or purchase services from the authorizer; or
 - (2) the bargaining unit status of school employees.

Resources:

Office of the State Auditor; Minnesota Legal Compliance for Audit Guide for School Districts (pg 4-1), 2018.