Facilities Construction contractor selection requirements

Important steps to follow for RFB, bid opening and award of construction contracts

Request for Bids

- Public notice posted on Quest CDN website min of 7 days
 - o Additional notices may be added after Quest CDN notice is posted. They may include newspaper, Builder's Exchange, State Register, Construction Bulletin, system office website, directly notifying prospective bidders
- Quotes and sealed bids must have specific date & time for submission.
- Spec to include
 - o Prepared and signed by professional (ie architect, engineer) MS 326
 - Not applicable if quote and building permit does not require signature
- Bid alternatives: Use "deduct" alternates to address market fluctuations
 - o CMaR may use "add" alternates to GMP

Bid opening and award

- Sealed bids opened and read publically at due date
- Award
 - To lowest responsible bidder
 - Verify TG/ED/VO if preference used
 - Verify general contractor is registered on DLI website
 - Alternates must be taken in order as identified in RFB
 - If applying deduct alternate(s), the alternate(s) should not be added to contract at later date
 - o If there are multiple low bids, negotiate lower amount or flip coin to determine award
- Reject bids
 - Alternation or erasure of any price is not written in ink or typed and initialed
 - Received after date and time due or at wrong location
 - Bid is not submitted as sealed
 - o Bidder did not sign and date bid
 - Written verification that bidder failed to perform previous contract
- Email bid tab for all delegated projects (capital, HEAPR and Revenue Fund) to system office program managers
 - Identify vendor receiving award

Contract

• Funds must be encumbered prior to authorizing vendor to start work or payment. *Policy 6.5.5, part 6*If employee authorizes work or payment without encumbered funds, 16A violation form must be submitted

Payment

• Pre-payment is not allowed MS 16A.065, Policy 6.5.5, Part 7

Contract amount	Delivery Method	Selection process options (4)	Policy/Statute	VC/CFO approval required	Comments See RFB requirements
\$0-\$50,000	D/B/B	Sealed bid by public notice (3)	Board Policy 6.5.5, part 8	No	
		Minimum of 2 quotes by phone or written (1) (2)	Board Policy 6.5.5, part 4, subpart B		
	JOC	Minimum of 2 bids ⁽⁵⁾	MS 16C.35		
	MC	Dept of Admin's annual contracts with minimum of 2 quotes	Board Policy 6.5.5, part14, subpart D		
\$50,000-\$100,000	D/B/B	Sealed bid by public notice (3)	Board Policy 6.5.5, part 4, subpart C	No	
	JOC	Minimum of 3 bids ⁽⁵⁾	MS 16C.35		
\$100,000-250,000	D/B/B	Sealed bid by public notice (3)	Board Policy 6.5.5, part 8	No	
	JOC	Minimum of 4 bids ⁽⁵⁾	MS 16C.35		
Over \$250,000	D/B/B	Sealed bid by public notice (3)	Board Policy 6.5.5, part 8	Yes unless	If over \$1.5M:
	CMaR	RFQ in State Register & RFP issued to 3-5 shortlisted firms	MS 16C.34	delegation is given for Capital, HEAPR, or Revenue project - Board Policy 6.5.5, Part 2	legislation notification needed if using operating funds or institutional receipts MS136.64, subd 1

NOTES

- (1) If quote obtained by phone, it must be followed by signed written quote
- (2) Spec can be prepared by campus if signature of design professional is not required for building permit
 (3) Public Quest CDN website
- (4) Sole source and emergency declaration may be used for unique situations and requires approved by Vice Chancellor. MS16C.03, subd 18(d)
- (5) Planned to be available 2013