

State of Alaska
Department of Administration
Office of Procurement and Property
Management (OPPM)

HOW TO DO BUSINESS WITH THE STATE OF ALASKA

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PREPARED BY THE OFFICE OF PROCUREMENT AND PROPERTY MANAGEMENT

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INTRODUCTION

The Department of Administration, Office of Procurement and Property Management, (OPPM) is responsible for purchasing of supplies and services for the Executive Branch of State government. Equipment for the State Equipment Fleet and construction is purchased through the Department of Transportation and Public Facilities. The Department of Natural Resources, Division of Parks, is responsible for park and campground construction.

Requests for Proposals or Invitations to Bid are generally required for the purchase of supplies and services valued at more than \$100,000. Purchasing authority is delegated to individual departments in unlimited amounts. Each department issues single agency Requests for Quotations, Invitations to Bid, and Requests for Proposals.

The Office of Procurement and Property Management provides procurement training, consulting, and establishes multi-agency term contracts for use by all Executive Branch agencies, and in many cases Political subdivisions, school districts, Universities, and Federally recognized Native Tribes. All procurements are performed in accordance with Alaska Statutes (AS) 36.15, AS 36.30 and 2 AAC Chapter 12. These statutes and regulations are available for review at legislative information offices, libraries and many other State offices including OPPM's purchasing offices.

SMALL PURCHASES

Supplies, services, and professional services with an estimated value of \$10,000 to \$100,000 may be purchased by the using department through price quotations or informal Proposals solicited from at least three responsible Offerors. Items and services valued at \$10,000 or less may be purchased without competition if the procurement officer believes pricing is reasonable. Supplies, services, and professional services valued from \$10,001 to \$50,000 must be purchased through quotations or informal Proposals, either written or verbal. For procurements valued from \$50,001 to \$100,000, at least three firms or persons must be contacted for written quotes or Proposals.

LARGER PURCHASES

For the procurement of supplies, services, or professional services with an estimated value of more than \$100,000, Invitations to Bid and Requests for Proposals are posted on the State of Alaska's [Online Public Notice System](#).

The Online Public Notice System (OPN) is located at:

<https://aws.State.ak.us/OnlinePublicNotices/default.aspx>

Notice to Vendors: Pursuant to [Administrative Order 352](#), (a) any person or business determined to support or participate in a boycott of the State of Israel will be disqualified from any procurement related to this Request for Information; and (b) the support of or participation

in a boycott of the State of Israel by a person or business contracting with the State of Alaska under AS 36.30 constitutes grounds for termination of the contract.

[Administrative Order 352](#) does not apply to a contract if the person or business has fewer than 10 employees; or the amount to be paid under the contract, excluding renewals and options available under the contract, is less than \$100,000.

LEASED SPACE

The Department of Transportation and Public Facilities (DOT&PF) is responsible for most leases used by the Executive Branch. DOT&PF may delegate leasing procurement authority to other Executive Branch departments. For more information on leasing procurement contact DOT&PF directly.

DOT&PF's website is located at: <http://www.dot.State.ak.us/>

CONSTRUCTION

DOT&PF is responsible for most construction projects such as highways, airports, harbors, and public buildings. DOT&PF may delegate construction procurement authority to other Executive Branch departments. For more information on construction procurement contact DOT&PF directly.

DOT&PF's website is located at: <http://www.dot.State.ak.us/>

PROFESSIONAL SERVICES

OPPM is the State of Alaska's Statewide purchasing and property management organization. OPPM operates under statutory authority vested to the Commissioner of Administration and the Chief Procurement Officer.

OPPM's website is located at: <https://oppm.doa.alaska.gov/home/>

STATE EQUIPMENT FLEET

DOT&PF is responsible for State Equipment Fleet purchases such as graders, fire trucks and other vehicles and they issue their own Invitations to Bid. Invitations to Bid are sent to all Bidders who are properly registered for the commodity or service being purchased. You may contact DOT&PF directly at (907) 465-3900 if you want to know more about their Invitations to Bid or if you wish to submit a bid.

The State Equipment Fleet's website is located at: <http://www.dot.State.ak.us/sef/index.shtml>

MARKETING YOUR PRODUCTS OR SERVICES

Each department has a dedicated Department Procurement Manager. You should contact the

appropriate Procurement Manager and make them aware of what you have to sell. The Office of Procurement and Property Management's Center of Excellence team establishes multi-agency contracts for use by all Executive Branch agencies.

A list of Departmental Procurement Managers may be found at the following website:

<https://oppm.doa.alaska.gov/contact-us/>

INFORMATION ON FORMAL SOLICITATIONS

Invitations to Bid and Requests for Proposals contain the following information:

- Solicitation number
- Time, date and location of the bid opening or Proposal due date
- Date and location at which delivery of supplies or services is required
- Quantity to be furnished
- Description of supplies or scope of services
- Surety requirements if any
- Samples, testing, and inspection requirements if any
- Procurement Officer's name and telephone number
- General instructions
- General and special terms and conditions of the transaction
- Method of evaluation and award

PREPARING YOUR BID OR PROPOSAL

This is the key step in the process. For Invitations to Bid, if your product or service meets the State's specifications, delivery needs, and the other terms and conditions of the bid, the price quoted in your bid will determine your chance of winning the award. Remember, your bid constitutes an offer to enter into a contract with the State. You may not change your bid after opening. Under limited circumstances a bid may be withdrawn. If you win, and your bid is accepted, it becomes a binding contract.

Requests for Proposals are evaluated on various factors in addition to cost, such as experience, understanding of the work to be performed, and references. After completion of the evaluation, including any discussions held with Offerors during the evaluation process, the State may elect to initiate contract negotiations. The option of whether or not to initiate contract negotiations rests solely with the State.

Before you submit a bid or Proposal, make sure that you read the entire solicitation carefully and completely. If there is anything that you do not understand or that seems unreasonable or inappropriate to you, you are encouraged to contact the Procurement Officer, whose name and telephone number appears on the front page.

QUESTIONS AND AMENDMENTS

It is your responsibility to thoroughly understand all of the specifications, terms, conditions and requirements of a solicitation. If you have any questions, contacting the Procurement Officer at least *ten days* in advance of the bid opening or Proposal due date will allow time for the State to issue an amendment if your question prompts one.

If an amendment is issued, it will indicate whether it is mandatory to return a signed copy of the amendment either prior to opening or with your bid or Proposal. Failure to submit a mandatory return amendment may result in your bid or Proposal being found non-responsive.

When you submit your bid or Proposal, be sure the information requested is included. If you fail to submit a completed, legible bid or Proposal, it may be rejected. You may withdraw or amend your bid or Proposal up until the date and time set for bid opening or Proposal deadline.

To be considered, your bid or Proposal and any subsequent amendments that require acknowledgment must be received at the location named in the solicitation before the bid opening time or Proposal due date and time. If not, your bid or Proposal will be rejected.

SIGNATURE

An authorized representative of the company must sign your bid or Proposal. In addition, please print the name and address of your company in the appropriate spaces.

BUSINESS LICENSE

In order to be awarded a contract, you must hold a valid Alaska business license. In order to have your bid or Proposal considered for the Alaska Bidder preference and other related preferences, you must provide evidence of a valid Alaska business license at the time designated in the solicitation for bid opening or Proposal submittal. A business license application may be obtained from:

DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT
CORPORATIONS, BUSINESS & PROFESSIONAL LICENSING
P.O. BOX 110806
JUNEAU, ALASKA 99811-0806
PHONE: (907) 465-2550
FAX: (907) 465-2974

- Business Licensing: <https://www.commerce.alaska.gov/web/cbpl/BusinessLicensing.aspx>
- Corporations Licensing: <https://www.commerce.alaska.gov/web/cbpl/Corporations.aspx>

PRICE

Offer the lowest price you can and be sure you can afford to provide the supplies or services and meet all of the other terms and conditions of the solicitation at that price.

The unit price must be consistent with the unit of measure shown in the Invitation to Bid or Request for Proposal. The price must be in U.S. funds and must include applicable federal duty, brokerage fees, packaging, transportation and unloading costs, and any other costs associated with performing the contract.

All bids and Proposals are to be submitted exclusive of federal, State, and local taxes. The State is exempt from Federal Excise Tax under Registration No. 92-73-0006-K.

SPECIFICATIONS

Product brand names or model numbers specified, that are followed by “or equivalent”, are examples of the type and quality of product required and are not intended to be Statements of preference. If the specifications describing an item conflict with a brand name or model number describing the item, the specifications govern. If the Invitation to Bid or Request for Proposal specifies a brand name followed by "only" or "no substitute" then only that brand and model will be accepted.

NEW MERCHANDISE

All items on which you submit a bid or Proposal must be new and of the latest edition, version, model, crop, or manufacture, unless otherwise specified in the Invitation to Bid or Request for Proposals.

DELIVERY TIME

In the space provided in the bid, enter the date you can guarantee delivery at the F.O.B. point. If you cannot meet the delivery requirements, your bid may be rejected. Be sure that you can actually make delivery by the date required and that you have included the cost of delivery in your bid price.

PAYMENT DISCOUNTS

Cash discounts for prompt payment will not be considered in evaluating the price you bid. Prompt payment discounts will, however, be taken if earned. The discount time will not begin until the State receives the commodities or services and/or a correct invoice, whichever is later.

If testing is required, the discount time will begin upon the completion of tests.

TRADE & QUANTITY DISCOUNTS

Do not list trade or quantity discounts separately. Deduct them when calculating your price.

SAMPLES

Samples of items, when required, must be furnished free of expense to the State unless otherwise Stated in the solicitation. At the Bidder or Offeror's expense, samples not consumed in testing may be returned upon request.

IDENTIFICATION ON ENVELOPES

The envelope that contains your bid or Proposal should be sealed. You should make certain the outside of your envelope is properly identified with the correct Invitation to Bid or Request for Proposal number and the correct opening date and time or Proposal due date. Requests for Proposals may require your cost response to be enclosed in a separate envelope.

Do not mail two different bids or Proposals in the same envelope.

If you are only requesting information, do not put the bid or Proposal number on the envelope. Envelopes with bid or Proposal numbers on the outside are assumed to be bids or Proposals and are not opened until the bid opening date and time or Proposal due date.

ALTERATIONS

Do not alter, in any way, the terms or conditions of the Invitation to Bid. If your offer requires an explanation, a letter explaining how your offer differs from the bid requirements may be accepted. However, such an explanation may cause your bid to be considered a counteroffer and thus nonresponsive.

If you submit your bid on your company's bid or quotation form you risk having your bid rejected if your form contains any terms or conditions which differ from the State's.

Requests for Proposals will State whether alternate Proposals are acceptable.

SOLICITATION OPENING

Bids are opened publicly at the time and place specified. Vendors are welcome to attend bid openings. No Bidder will be permitted to change or withdraw a bid after the scheduled bid opening time. It usually takes several hours or more to evaluate the bids. Award decisions are usually not made at the time the bids are opened.

Proposals are not opened publicly and are evaluated after the date and time set for receipt of Proposals. Proposal evaluation committee meetings are not open to the public.

INFORMATION REQUIRED

Factors that may be considered in determining whether a prospective contractor is responsible include whether the prospective contractor has a satisfactory record of performance, is qualified legally to contract with the State, and has supplied all necessary information in connection with the inquiry concerning responsibility. The Procurement Officer may require the prospective contractor to demonstrate the availability of necessary financing, equipment, facilities, expertise, and personnel.

COMMON ERRORS IN SELLING TO THE STATE

- Failure to provide evidence of an Alaska business license.
- Failure to contact the Procurement Officer with questions.
- Failure to submit bid on the State-supplied form(s).
- Failure to have an authorized person sign the bid or Proposal.
- Failure to submit the bid or Proposal prior to the bid opening time or the time set for receipt of Proposals.
- Failure to bid the F.O.B. point required in the bid.
- Altering the terms or conditions of the bid.
- Failure to provide the required descriptive or technical literature.
- Failure to provide the required insurance, surety deposit, or performance bond.

SUBCONTRACTING

Because the responsibility of the individual Bidder is an essential element of a contract that results from an Invitation to Bid, you may not subcontract without the advance written consent of the Procurement Officer. If you do subcontract, you remain responsible for the completion of the entire contract. Subcontractors must possess a valid Alaska business license. Invitations to Bid and Requests for Proposals will State whether subcontracting is permitted.

ALASKA BIDDER PREFERENCE

(AS 36.30.321(a) / AS 36.30.990(25))

The award of a contract will be made after an Alaska Bidder preference of 5% has been applied to the cost. An "Alaska Bidder" is a Bidder or Offeror who:

1. holds a current Alaska business license,

2. submits a bid for supplies, services, or construction under the name appearing on the person's current Alaska business license,
3. has maintained a place of business within the State staffed by the Bidder or an employee of the Bidder for a period of six months immediately preceding the bid date,
4. is incorporated or qualified to do business under the laws of the State, is a sole proprietorship, and the proprietor is a resident of the State or is a partnership, and all partners are residents of the State,
5. if a joint venture, is composed entirely of ventures that qualify under (1) - (4) of this subsection.

If you qualify as an Alaska Bidder your price will be reduced 5% for the purpose of evaluation. If you win the bid or Proposal, you will be paid the full bid price. The Preference Application Guide can be found at: <https://oppm.doa.alaska.gov/policy-oversight/policy-resources/user-guide-matrices/>

AWARD

Contracts are awarded from an Invitation to Bid to the lowest responsible and responsive Bidder whose bid conforms in all material respects to the requirements and criteria set out in the Invitation to Bid. The contract will be awarded to the lowest priced Bidder who meets the bid specifications and otherwise demonstrates the ability to successfully meet the requirements of the Invitation to Bid.

Contracts are awarded from a Request for Proposals to the responsible and responsive Offeror whose proposal is determined in writing to be the most advantageous to the State taking into consideration price and the evaluation factors set out in the Request for Proposals.

NOTICE OF INTENT TO AWARD A CONTRACT

After the responses to an Invitation to Bid or Request for Proposals have been opened and evaluated, a tabulation of the responses will be prepared. This tabulation, called a Notice of Intent to Award a Contract, serves two purposes. It lists the names of all Bidders or Offerors, their prices or scores, and other relevant information. It also serves as a notice of the State's intent to award a contract to the Bidder or Offeror indicated. A copy of the Notice of Intent to Award a Contract will be provided to each Bidder or Offeror who responded to the solicitation.

Any Bidder or Offeror for whom an intended award is indicated on the Notice of Intent to Award a Contract form is cautioned not to proceed without receiving an award document from the State. A company or person who proceeds prior to receiving a lease, purchasing order, contract award, delivery order, or signed contract does so at their own risk and expense.

PROTESTING THE AWARD

(AS 36.30.550-36.30.610)

If Bidders or Offerors feel an award has been made in error, their bid or proposal has been improperly evaluated, or there has been some impropriety in the process, they may protest. An interested party may protest the award of a contract, the proposed award of a contract, or a solicitation for supplies, services, or professional services. For small purchases, an interested party must first contact the Procurement Officer and attempt to informally resolve the dispute before filing a protest.

Protests must be filed in writing and include the following information:

1. the name, address, and telephone number of the protester,
2. the signature of the protester or the protester's representative,
3. identification of the contracting agency and the solicitation or contract at issue,
4. a detailed Statement of the legal and factual grounds of the protest, including copies of relevant documents; and
5. the form of relief requested. Protests will be treated in accordance with procedures described in AS 36.30.550-36.30.610.

DELIVERY

All items for delivery must be clearly marked and must be delivered at the time Stated in the solicitation. Unless otherwise Stated in the Invitation to Bid or Request for Proposals, all deliveries must be FOB final destination with all freight and delivery charges prepaid to that point. No substitutions will be allowed without prior written approval by the Procurement Officer.

The receiving agency will inspect the supplies at the time of delivery. Any supplies that are damaged, fail to meet specifications, or that contain hidden defects will be rejected. Upon notification by the Procurement Officer, the contractor must replace the defective supplies within a mutually agreed time.

SUBMITTING INVOICES

Your invoice should be exact in the description of the supplies and prices. It should include the purchase order number, contract award number, or delivery order number. The invoice should be submitted directly to the agency that received the goods or services, at the address on the purchasing order, contract award, or delivery order.

All payments are made by the agency that receives the goods or services. If any payment problems are encountered, contact the Procurement Officer.

PAYMENT FOR STATE PURCHASES

Payment for agreements under \$500,000, for the undisputed purchase of supplies or services

provided to a state agency, will be made within 30 days of the receipt of a proper billing or the delivery of the supplies or services to the location(s) specified in the agreement, whichever is later. A late payment is subject to 1.5% interest per month on the unpaid balance. Interest will not be paid if there is a dispute or if there is an agreement that establishes a lower interest rate or precludes the charging of interest.

INTEGRATED RESOURCE INFORMATION SYSTEM (IRIS)

Integrated Resource Information System (IRIS) is the State of Alaska system for accounting, financial, procurement, payroll and human resource management. It is the future of procurement for the State and most procurements will occur through IRIS, combined with the postings on the Online Public Notices (OPN). You may check out IRIS at the link provided here. You will need to register with the Vendor Self Service (VSS) in order to receive updates or to participate in IRIS State of Alaska procurement and purchasing.

Web: <http://doa.alaska.gov/dof/iris/index.html>

Vendor Self-Service (VSS) Vendors and non-employees of the State may login to Vendor Self Service (VSS) from outside the State network. You will find this on the same web link as the IRIS information. On the right side of the page under “LOGIN”, you will find the last bullet is “Vendor Self Service (VSS).” Click on this link and it will guide you through the process. Once you go into VSS, it shows the contact email and phone numbers.

Doa.dof.vendor.helpdesk@alaska.gov or 907-465-5555

A FINAL WORD

The mission of the Office of Procurement and Property Management is to ensure that each State agency is supplied with the training, consulting, supplies, and services it needs quickly, efficiently, and economically. We cannot do this without the active participation and cooperation of the business community.

We want to work with you because we recognize that neither of us can be successful without the other. If you encounter problems with an Invitation to Bid or Request for Proposals, contact us. We will do everything in our power to resolve the problem in the fairest possible manner.

Comments and suggestions to improve State procurement are appreciated. You may submit any comments or suggestions you may have to:

CHIEF PROCUREMENT OFFICER
DEPARTMENT OF ADMINISTRATION
OFFICE OF PROCUREMENT AND PROPERTY MANAGEMENT
P.O. BOX 110214
JUNEAU, ALASKA 99811-0214
PHONE: (907) 465-2250

TDD: (907) 465-2205

FAX: (907) 465-2189

We welcome you as a vendor and are sure you will find the State of Alaska is a good customer.