WASILLA CITY COUNCIL INFORMATION MEMORANDUM

IM No. 00-99

SUBJECT: Amending WMC 6.24.050 (A)(1)(a), competitive bids.

PREPARED BY:

Finance

DATE:

October 3, 2000

FOR AGENDA OF: October 9, 2000

SUMMARY:

Attached please find Ordinance Serial No. 00-57, which amends WMC 6.24.050 (A)(1)(a) — competitive bids.

This change would allow the City to attach City's orders to contracts with vendors establish by other governmental entities. The main two advantages of being able to attach the City of Wasilla's orders to other governmental entities' contracts for supplies, materials, equipment or contractual services are:

- 1. There are substantial costs in preparing competitive bids, advertising competitive bids and managing competitive bids in both actual expenses and staff time. If the City of Wasilla could attach on to other entities' contracts, we would be able to substantially reduce our purchasing overhead costs.
- 2. By attaching our orders on to other larger governmental agencies' contracts, we would be able to leverage their buying power for the City's advantage. Larger Governmental agencies are usually quoted better prices due to the quantity that they are willing to purchase.

By acquiring supplies, materials, equipment or contractual services through other governmental agencies contracts which have followed a competitive bidding process, the Finance Department believes that we can substantial cut overhead cost while still ensuring that the City of Wasilla is getting goods and services at the most competitive prices possible.

FISCAL IMPACT: X No Yes, amount requested: \$

Fund:

RECOMMENDED ACTION: Introduce ordinance and set for public hearing.

Reviewed by: SARAH PALIN, Mayor

Attachments: Ordinance 00-57