Introduced by: City Manager Nathan Wallace Date: April 26, 2016 1st Public Hearing: May 10, 2016 2nd Public Hearing: May 24, 2016 Failed Action: 0-7 Vote: Yes: No: Best Carrington Combs **DeVries** Hanson Johnson LaFrance

CITY OF PALMER, ALASKA

Ordinance No. 16-011

An Ordinance of the Palmer City Council Enacting Palmer Municipal Code Section 3.21.175 Establishing a Local Vendor Preference for Purposes of Bid or Proposal Evaluation

THE CITY OF PALMER, ALASKA ORDAINS:

<u>Section 1.</u> Classification. This ordinance shall be permanent in nature and shall be incorporated into the Palmer Municipal Code.

<u>Section 2.</u> Severability. If any provision of this ordinance or any application thereof to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Section 3.21.175 is hereby enacted to read as follows:

3.21.175 Local Vendor Preference.

A. The city may specify in an invitation for bids or request for proposals that it will reduce the bid or proposal price of a qualified, responsive and responsible local vendor by two and one-half five percent $(2\frac{1}{2})$ provided the local preference does not exceed \$10,000 for purposes of bid or proposal evaluation.

B. If the city has specified that an invitation for bids or request for proposals is subject to the local vendor preference authorized by subsection A of this section, the city will reduce the price bid or proposed by each qualified and responsive local vendor before evaluating bid or proposal prices for purposes of contract award. The reduction authorized by this subsection is applied only for bid or proposal evaluation, and is not applied to the awarded contract price.

C. A local vendor is a person or firm that:

1. Holds current city of Palmer business license and is not a delinquent account with respect to a local tax, assessment or user charge;

2. Has maintained a place of business within the city limits staffed by the vendor or an employee of the vendor as their regular year around employment for a period of at least 180 days immediately preceding the date of submission of the bid or proposal; and

3. Submits the bid or proposal under the name which appears on its current city business license.

<u>Section 4.</u> Effective date. Ordinance No. 16-011 shall take effect upon adoption by the City of Palmer City Council.

ORDINANCE FAILED BY A 0-7 VOTE