2	ORDINANCE	E NO	COUNCIL BILL NO. CB24-1807		
3	SERIES OF	2024	COMMITTEE OF REFERENCE:		
4			Finance & Governance		
5			<u>A BILL</u>		
6 7	For an ordinance amending Division 2 of Article IV of Chapter of the Revised Municipal Code of the City and County of Denver concerning purchases.				
8	NOW, THEREFORE, BE IT ENACTED BY THE COUNCIL OF THE CITY AND COUNTY OF				
9	DENVER:				
10	Section	on 1. That section 20-61,	D.R.M.C., shall be amended by deleting the language		
11	stricken and adding the language underlined, to read as follows:				
12	Sec. 20-61 Definitions.				
13	As used in this division 2, the following words and phrases shall have the following meanings				
14	unless otherwise clearly indicated by the context:				
15	(a)	Award: The presentation by	the purchasing division of a purchase order or contract to		
16	a bidder or proposer.				
17	(b)	Best value: Determined by	evaluating price and other valid predetermined evaluation		
18	criteria pursuant to a request for proposal, in order to identify a particular proposal as the most				
19	beneficial to	the city. The overall combine	nation of quality, price, and various elements of required		
20	services or p	erformance characteristic <u>m</u>	easures that in total are optimal relative to the city's needs.		
21	(c)	Bidder's <u>response</u> proposal	Any solicitation of pricing for supplies, where an award is		
22	made based	upon the lowest, responsive	bid received from a qualified, responsible bidder.		
23	<u>(d)</u>	Manager: The manager of	general services under section 2.9.2 of the City Charter or		
24	anyone designated by the manager of general services to act in his or her behalf.				
25	<u>(e)(d)</u>	Qualified bidder or proposer	: Any person, firm or corporation determined to be qualified		
26	after submittal of evidence satisfactory to the manager director or purchasing that they have a				
27	practical knowledge of the particular good or service required and the necessary financial resources				
28	to perform and to complete the requirements in the bidder's response proposal or request for				

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proposal<u>response</u>.

award is made in consideration of best value and not necessarily lowest price from a responsive,

(f)(e) Request for proposal: Any solicitation of pricing for supplies or services where an

responsible, qualified proposer. A request for proposal may also be referred to as a competitive sealed proposal.

(g)(f) Responsible bidder or proposer: A qualified bidder or proposer who is not in arrears to the city, upon debt or contract. A bidder or proposer that is a defaulter, as <u>surety surely</u> or otherwise, upon any obligation to the city, or that has failed to attain or demonstrate compliance with any law, ordinance, city regulation, or contract term or condition in any city contract, shall be considered not responsible and not qualified for <u>an award of any bid or proposal</u>.

(h)(g) Responsive bidder or proposer: A bidder or proposer whose bid or proposal is in conformance with the requirements of the <u>invitation for</u> bid or <u>request for</u> proposal including, but not limited to, all information, signatures, evidence of knowledge or experience, attachments, bonds, insurances, <u>licenses</u>, disclosures which may be required at the time of the bid opening or receipt of proposals or following the bid opening or receipt of proposals.

- (i)(h) Standardization: The designation of a particular product or equipment specification or a particular component of a product or equipment specification as "no substitute" or "no approved, acceptable equal." Valid justification for standardization must be presented by the manager of the department or agency requesting the designation to the satisfaction of the manager director or purchasing utilizing at least two (2) of the following criteria:
 - (1) The specification will substantially stabilize or decrease parts inventory;
- (2) The specification will substantially stabilize or decrease training requirements for product use, equipment operation, equipment repair and/or preventive maintenance programs;
- (3) The specification will substantially contribute toward the health and safety of the user or operator of the product or equipment. The best interests of the city must be served due to the quality, reliability, dependability or performance characteristics of the product or equipment specified. A designation as above shall provide adequate justification for establishing, for bidding and proposal purposes, an effective initial term of up to one (1) year three (3) years, with the possibility of extensions not to exceed a total of three (3) years five (5) years. The manager director or purchasing shall determine the validity and approval of the standardization requested by the department or agency and may request additional information, data or materials prior to making that determination.
- Standardization instances do not exempt the city from sourcing according to Section 20-63.
- (j)(i) Supplies: All personal property, materials, equipment and services in connection therewith, used by the city or any of its departments, agencies, boards, commissions or authorities

except purchases of supplies, materials, and equipment required to be made in conformity with the provisions contained in the Charter concerning the department of transportation and infrastructure, the department of aviation, the auditor, the city council, clerk and recorder, the library commission and the board of water commissioners. Further, the word "supplies" shall include contractual services which are subject to competition but not such contractual services that which are in their nature unique and not subject to competition, such as professional services. The director of purchasing may define additional terms relevant to procurement through policy and procedure memoranda or similar means.

The manager may define additional terms relevant to procurement through policy and procedure memoranda or similar means.

Section 2. That section 20-62, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-62. - Contracts.

Contracts through the manager of general services shall be let to the lowest qualified, responsive and responsible bidder, except in the case of request for proposals which may be awarded to the most qualified, responsive, responsible proposer whose proposal represents the best value to the city. Bids or proposals for supplies for which standards and specifications are established pursuant to this division shall be examined in accordance with such standards and specifications and, in the case of request for proposals, in accordance with any valid evaluation factors included therein. All bids or proposals may be rejected. Each bid or proposal, with the name of the bidder or proposer, shall be entered of record, and each record, with the successful bid or proposal, if any, indicated, shall be preserved for a period of seven (7) five (5) years and open to public inspection. In letting of contracts the department shall impose such conditions in upon bidding with regard to bonds and securities and such guarantees of good faith and responsibility on the part of the vendors or contractors bidders or for any other material matter or thing in connection therewith as shall be determined by the manager of general services be in the best interests of the city and county. Bond for the proper performance of each contract may be required or waived in the discretion of the manager of general services, unless specifically required by Charter. If a bond is required, the form and legal sufficiency shall be subject to the approval of the city attorney.

Section 3. That section 20-63, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-63. - Bidding procedures.

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- Formal procedure. Formal advertisement by official publication shall precede the issuance of any invitation for bid bidders proposal or request for proposal estimated to amount to one hundred fifty thousand dollars (\$150,000.00) or more. Such advertisement shall specify the supplies or services to be purchased or refer to the standards and specifications established pursuant to this division and shall state the amount of the bond, if any, required. If formal advertisement is not practicable, bids or proposals shall be requested from at least three (3) responsible bidders or proposers dealing in the supplies, equipment or personal property required. All bids or proposals in response to advertisements or requests by the city shall be submitted, in sealed form, delivered to the office of the manager of general services or to any location via the established methodology and/or platform as may be from time to time determined by the manager of general services as the "bid opening location" or the "proposal acceptance location" and shall be publicly opened at the time specified in the advertisement of notice-or request of the city. The auditor or his or her representative may be present and inspect all bids. All bidders may be present and, after After examination and tabulation by general services, the results shall be subject to inspection by competing bidders. In the case of requests for proposals, the public may request a list of the proposers may be present for the receipt of proposals by the city, but may not inspect proposals until an award has been made.
- (b) Informal procedure: Any bidder's proposal or request for proposal for supplies and/or services which is estimated to amount to less than one hundred fifty thousand dollars (\$150,000.00) may be by informal procedure upon notice calculated to inform potential bidders in a manner that will achieve maximum competition among bidders and maximum economy to the city. However, no bidder's proposal or request for proposal or purchase may be subdivided to avoid the requirements of subsection (a) or any other provision of this division. Informal procedures do not require advertising, receipt of bids or proposals in a sealed form or a public bid or proposal opening or acceptance.
- **Section 4.** That section 20-64, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:
- Sec. 20-64. Purchases not subject to bidding procedures.
- (a) *Nonemergency situations.* The manager of general services may forego the bidding procedures in sections 20-62 and 20-63 when purchasing the following:

- 1 (1) Supplies or services indispensable to the city which are obtainable, for practical purposes, from only one (1) single source (a sole source purchase);
 - (2) Supplies which are perishable by reason of imminent spoilage or decay and which would spoil or decay if the procedures in sections 20-62 and 20-63 were followed;
 - (3) Supplies, equipment or services required by reason of preferences based on professional advice. For purposes of this ordinance a "professional" shall be defined as a person(s) who is uniquely knowledgeable and technically qualified in the supply, equipment or service to be provided due to an on-going day-to-day familiarity with the supply, equipment or service to be provided, and because of professional qualifications such as a degree or professional certification related thereto;
 - (4) Supplies required by reason of practicality, to-wit, supplies required in respect to uniformity of equipment presently in operation as it relates to the day-to-day operation of the equipment and replacement and repair parts for said equipment is only available from one supplier/contractor. All purchases under this section shall be made in the most economical manner possible (standardization purchases);
 - (5) Supplies or services which amount to <u>twenty-five</u> ten thousand dollars (\$2510,000.00) or less;
 - (6) The manager of general services or his designee may establish policy and procedure related to purchases not subject to bidding procedures, that may include, but may not be limited to, compliance with section 20-63(b), "informal procedure."

All purchases made under this section shall be made in the most economical manner possible.

(b) Emergency situations.

- (1) The manager of general services may forego the bidding procedures in sections 20-62 and 20-63 when a purchase is necessary to address an emergency. For purposes of this section, an emergency is defined as a situation which, if it continues to exist, would endanger the health or safety of the public or employees and requires a remedy sooner than the supplies, materials, equipment, personal property or services would be delivered if the normal purchasing procedures were followed; or, a situation which would place an excessive financial burden on the city unless addressed in a shorter time than the bidding procedures require.
- (2) An emergency purchase shall be made only in the following manner: the prior approval of the manager must be obtained. If the manager cannot be reached, repairs and/or

- necessary supplies may be ordered, but must be reported promptly to the manager at the beginning of the next business day.
- a. Emergency purchases made Monday through Friday, from 8:00 a.m. to 5:00 p.m.: No such purchase shall be made without first contacting the manager of general services or a representative in the purchasing division and receiving prior approval.
- b. Emergency purchases made at other times: No such purchase shall be made without first attempting to obtain the prior approval of the manager of general services or a representative in the purchasing division. If the manager of general services or a representative of the purchasing division cannot be reached, repairs or necessary supplies may be ordered, but must be reported promptly to the manager of general services or a representative of the purchasing division at the beginning of the next business day.
- (3) Emergency purchases shall consist only of the minimum quantity <u>or service</u> necessary to address the emergency situation.
- **Section 5.** That section 20-65, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-64.5. - Cooperative purchasing.

If the manager of general services determines that such purchases are in the best interests of the city, they he or she may may authorize purchases under any general bid or purchase contracts of the United States Government, State of Colorado, or other governmental jurisdictions reflective of the same price structures, scopes of work and deliverables of that purchase contract at the prices, terms, and conditions therein contained, anything to the contrary in this division notwithstanding. The manager of general services. The manager of general services may authorize purchases of goods and services pursuant to any intergovernmental agreement which, in the opinion of the manager of general services, is in the best interest of the city. Further, the manager of general services or his or her designee may authorize participation in the sponsorship or administration of any cooperative procurement endeavor undertaken by any governmental jurisdiction, any cooperative procurement endeavor undertaken on behalf of any governmental jurisdiction or any cooperative procurement endeavor which utilizes general public bidding guidelines and may authorize purchases related thereto.

Section 6. That section 20-65, D.R.M.C., entitled Financial Interest and relating to personal beneficial interest, is hereby repealed.

Sec. 20-65. - Reserved. Financial Interest.

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Neither the manager of general services nor any employee of the manager of general services shall have any personal beneficial interest either directly or indirectly in any purchase made by the city, nor in any firm, corporation or association furnishing or bidding on any such purchase.

Section 7. That section 20-66, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-66. - Requisitions and Purchase Orders.

Supplies and services shall be purchased by or furnished to a city department, agency, board, commission, or authority by the manager of general services upon submitted requisition to the managerdirector, or pursuant to procedures prescribed by themhim. Requisitions shall be approved by the head or an authorized representative of the head of the department, agency, board, commission, or authority by their signature thereon; or by electronic transmission of the requisition to the manager of general services. The approval shall affirm that there are is sufficient unencumbered funds balance existing in the appropriation of the department, agency, board, commission or authority requesting the purchase to pay for the purchase. The electronic transmission of the requisition shall constitute an approval if the electronic approval is affirmed as appropriate and secure by the manager of general services. The manager of general services shall prescribe the form, contents, number and processes to source distribution of requisitions to purchase orders. The manager of general services shall examine each requisition for accuracy and may make revisions as needed reflective of the Purchasing Division policy and best practices. revise it as to quality, or estimated cost; but revision as to quality shall be in accordance with the standards and specifications, if any, established pursuant to this division. A requisition may not be required for purchases made pursuant to a bidder's proposal or request for proposal issued by the department for supplies, equipment, or personal property which are required and may be utilized by one or more department, agency, board, commission or authority with a term exceeding ninety (90) days. No department, agency, board, commission or authority may utilize such a contract unless there is sufficient unencumbered balance existing in its appropriation to pay for the purchase.

Section 8. That section 20-67, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-67. - Standards.

- (a) The provisions of this section are intended to enable the manager of general services to conduct purchasing in the most efficient manner possible. In connection with any particular contract for or in connection with the use of supplies or services commonly required by the city, the manager of general services may compile a set of standards and specifications which will reasonably meet the needs of the city in respect to economy, strength, safety, sanitation, environment and health. All standards and specifications shall be in conformance with accepted engineering practice and shall be specifically set forth in the invitation for bidbidder's proposal or request for proposal.
- (b) For particular supplies, the <u>manager_director_or_purchasing_shall</u>, when possible, establish criteria of quality, durability, purity and strength which may be demonstrated by simple physical and chemical tests within the limits of reasonable variations. In every possible instance, the standards and specifications shall be such as to admit of genuine competition.
- **Section 9.** That section 20-68, D.R.M.C., shall be amended by deleting the language stricken and adding the language underlined, to read as follows:

Sec. 20-68. - On-call <u>emergency</u> services and supply contracts.

The <u>manager director of purchasing</u>-may award contracts for supplies or services to be utilized in emergencies. Such contracts shall not exceed <u>one million</u> five hundred thousand dollars (\$1,000,000.00500,000.00) nor <u>three (3) years one (1) year</u>-with the possibility of two (2), one (1) year extensions. The manager <u>director of purchasing</u>-shall award such contracts by <u>formal invitation</u> for bid or <u>request for proposal</u>, as required in section 20-63(a). In no case shall any employee or officer authorize a contractor so engaged to perform any services or furnish any goods in excess of twenty-five thousand dollars (\$25,000.00) for an incident, unless the <u>manager director or purchasing</u> declares in writing that the incident is an emergency. The <u>manager director of purchasing</u> shall not declare an incident to be an emergency unless:

- (1) The situation must be remedied before the city can carry on its normal business; and
- (2) a. In the case of services, city employees are not qualified or available within a reasonable time to do the work;
- b. In the case of supplies, the procedures for obtaining supplies described in section 20-63 would cause undue delays; or
- 31 c. The health and safety of the public would be at risk if the situation is not remedied immediately.

1	COMMITTEE APPROVAL DATE: December 17, 2024 by Consent				
2	MAYOR-COUNCIL DATE: N/A				
3	PASSED BY THE COUNCIL: January 6, 2025				
4	Diana Romero Campbell Diana Romero Campbell (Jan 7, 2025 10:58 MST)	PRESII	DENT		
5	APPROVED: Michael C. Johnston Michael C. Johnston Michael C. Johnston (Jan 8, 2025 14:14 MST)	MAYOF	Q 01/08/2025		
6 7 8	ATTEST:	EX-0	RK AND RECORDER, DFFICIO CLERK OF THE 'AND COUNTY OF DENVER		
9	NOTICE PUBLISHED IN THE DAILY JOURNAL:		;;		
10	PREPARED BY: Brian L. Martin, Assistant City A	ttorney	DATE: December 19, 2024		
11 12 13 14 15	Pursuant to section 13-9, D.R.M.C., this proposed ordinance has been reviewed by the office of the City Attorney. We find no irregularity as to form and have no legal objection to the proposed ordinance. The proposed ordinance is not submitted to the City Council for approval pursuant to § 3.2.6 of the Charter.				
16 17	Kerry Tipper, Denver City Attorney				
18	BY: Jonathan Griffin Assistant City At	tornev	DATF: Dec 19, 2024		