## KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT INDIAN POLICY AND PROCEEDURES COMMITTEE AGENDA STATEMENT

No. <u>10 b</u>

MEETING OF August 14, 2019 Reviewed By

Item Title:

**NEW BUSINESS** 

Motion to approve extending the current milk contract with [X] Superintendent

Tatsuda's Supermarket Inc.

[X] Finance

SUBMITTED BY Katie Jo Parrott, Business Manager

Contact Person/Telephone

APPROVED FOR SUBMITTAL

Katie Jo Parrott Name 247-2116 Phone

SUMMARY STATEMENT: Administration would like to extend the current milk contract with Tatsuda's Supermarket Inc. into the FY20 school year.

#### ISSUE:

Per the National School Lunch guidelines, the Ketchikan Gateway Borough School District is required to offer 1% or nonfat milk for every school lunch.

#### **BACKGROUND:**

Tatsuda's Supermarket Inc. has been the only respondent to the milk RFP for the past several years and has provided excellent service to the District. Under the terms of the existing contract, a one-year extension is permissible upon mutual agreement of both parties. Tatsuda's Supermarket Inc. has agreed to extend the contract through FY20 with a \$.02 increase per ½ pint to adjust for increased freight costs. This increase has been deemed reasonable and fair by district administration, and still puts the projected expenditures at approximately the same level as FY19 expenditures.

## **RECOMMENDATION:**

Approval of a one-year extension of the current milk contract to Tatsuda's Supermarket, Inc.

FISCAL NOTE:

EXPENDITURE

AMOUNT

**REQUIRED** \$78,000

AVAILABLE \$78,000

#### **EXHIBITS ATTACHED:**

FY20 Updated Milk Contract

#### RECOMMENDED ACTION:

"I move that the Board of Education approve a one-year extension of the current milk contract with Tatsuda's Supermarket Inc."



#### MILK BID PROPOSAL

Sealed bids addressed to the Ketchikan Gateway Borough School District, 333 Schoenbar Rd, Ketchikan, Alaska, 99901, will be accepted by the Ketchikan Gateway Borough School District, located at the Central Office within Ketchikan High School, 2610 Fourth Avenue, Ketchikan, Alaska until 10:00 a.m., Friday, August 11, 2017, for furnishing and delivering milk to the lunch rooms of the Ketchikan Gateway Borough School District for the 2017-2018 school year.

#### **ORIGINAL SPECIFICATIONS**

- 1. All milk shall be delivered in one-half (1/2) pint containers, and shall be properly chilled and suitable for drinking at the time of delivery. Milk still frozen at the time of delivery will not be accepted.
- 2. Milk shall be white milk only of Grade "A" quality, and shall meet all Federal, State, and local regulations regarding sanitation, quality and nutritional value. It shall be a fluid type of unflavored whole milk with a maximum butterfat content of 1.0%. The vendor shall supply both 0% (non-fat) and 1% milk as requested by the District. (The District expects to request 1% milk primarily.)
- 3. Milk shall be delivered <u>daily</u> at a time and location designated by the Food Service Manager. Delivery to any location other than shown below shall be at the option of the bidder(s) and subject to negotiations as to price.
- 4. The bid prices for one-half (1/2) pints of white milk <u>only</u> shall be firm for the entire 2017-2018 school year, except that any unanticipated increase in cost to the successful bidder(s) may be added to the bid price during the 2017-2018 school year with prior notification of this increase to the School District and presentation of documents showing the amount of the increase. The increase in cost to the School District shall not exceed the increase in cost to the successful bidder(s), except that the amount may be rounded to the nearest one quarter (1/4) cent.
- 5. The amount of milk to be delivered during the school year may vary from day to day, and the successful bidder(s) must be prepared to deliver <u>more or less</u> milk daily, at the request of the School District or the lunch room attendant.

6. The following are estimated amounts of one-half (1/2) pint containers of milk to be used by each school location during the 2017-2018 school year, and are submitted only to assist the bidder(s) in preparing the bid(s).

Houghtaling Elementary School	31,000
Schoenbar Middle School	18,000
Ketchikan High School	15,000
Point Higgins Elementary School	21,000
Revilla High School	4,000
Ketchikan Charter School	18,000
Tongass School of Arts & Science	22,000
Fawn Mountain Elementary	30,000

- 7. Deliveries shall begin no later than August 25, 2018 and continue through June 30<sup>th</sup>, 2019. The District may elect to extend this contract one year, with 30 days notice, through June 30<sup>th</sup> 2020. Both parties must agree to the extension.
- 8. The School District reserves the right to reject any or all bids.
- 9. Alaska Statute 36.15.050 reads:

USE OF LOCAL AGRICULTURAL AND FISHERIES PRODUCTS REQUIRED IN PURCHASES WITH STATE MONEY. (a) When agricultural products are purchased using state money, only agricultural products harvested in this state shall be purchased whenever priced no more than seven percent above products harvested outside the state, available, and of like quality compared with agricultural products harvested outside the state.

Please indicate if the product is harvested within the State of Alaska. A bidder may choose to bid both Alaskan and non Alaskan products.

10. The Ketchikan Gateway Borough School District adopted the following policy:

"A contract or purchase for \$25,000 or more shall be awarded to a local bidder when such bid is comparable to the lowest non-local bid and does not exceed the lowest non-local bid by more than 5.0%."

Bidders desiring local bidder status must prepare, sign and submit the "Local Bidder Preference" form with their bid.

- Submission of a bid assures the Ketchikan Gateway Borough School District that the bidder has not, either directly or indirectly, entered into any agreement, participated in any collusion, or otherwise taken any action in restraint of free competitive bidding in connection with this bid. The bidder, and the firm, association or corporation which the bidder represents is not presently suspended, debarred or otherwise deemed ineligible under federal law or the laws of any state to receive the award of a public contract.
- 12. Initial bids, updated bids or bid renewal requests may be mailed or electronically sent to:

Katie Jo Parrott, Business Manager Ketchikan Gateway Borough School District 333 Schoenbar Road Ketchikan, Alaska 99901-6278

### or delivered to:

Katie Jo Parrott, Business Manager Ketchikan School District Business Office 2610 Fourth Avenue Ketchikan, Alaska

Bids must be signed by an authorized officer.

- 13. The bids may be awarded by the Ketchikan Gateway Borough School Board at its next regularly scheduled meeting.
- 14. Your bid constitutes an offer to enter into a contract and the award of the bid constitutes a contract. Terms will be the standard and customary terms of the School District.
- 15. Questions can be directed to Katie Jo Parrrott, Business Manager, 907-247-2116. Bid documentation can be found online at www.kgbsd.org.

## KETCHIKAN GATEWAY BOROUGH SCHOOL DISTRICT 333 SCHOENBAR RD, KETCHIKAN, ALASKA 99901-6278 Contract Extension FOR 2019-2020 SCHOOL YEAR August 08, 2019

# 1-year Contract Extension

NAME OF BIDDER	Tatsuda's IGA	<del>_</del>
ADDRESS OF BIDDER	633 Stedman St	_
	Ketchikan, AK 99901	
		-
	PHONE # 907-225-4125	
has not, either directly or in or otherwise taken any acti The bidder, and the firm, a presently suspended, deba any state to receive the aw  The undersigned hereby of rooms of the Ketchikan Gasubject to the specifications  White Milk <u>fifty nir</u>	ffers to furnish and deliver, Grade "A" white miteway Borough School District for the 2019-20 is as set forth in the Invitation to Bid, for the bid in the cents per half-pint (\$	ated in any collusion, onnection with this bid. or esents is not eral law or the laws of lk only, to the lunch 120 school year, d price of:  _/1/2 pint) noX
	<u>William Tatsuda</u> Name	
	Owner, Tatsuda's Title	IGA
	<u>8/7/2019</u> Date	