# The COSTARS Program

# Procurement, Simplified.

### **GFOA - PA** 2024







# The COSTARS Program

### **COSTARS** Overview

**Member Overview** 

### SESSION OBJECTIVES

**COSTARS** Contracts

**Supplier Overview** 

**COSTARS** Resources

**Identifying Best Value in Quotes** 

**Audit Ready Suggestion** 





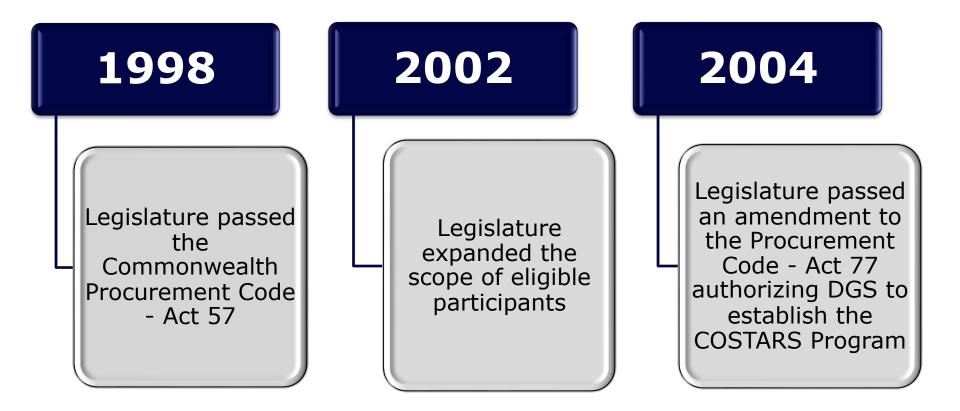
## What is COSTARS?







# COSTARS Background







## COSTARS Data

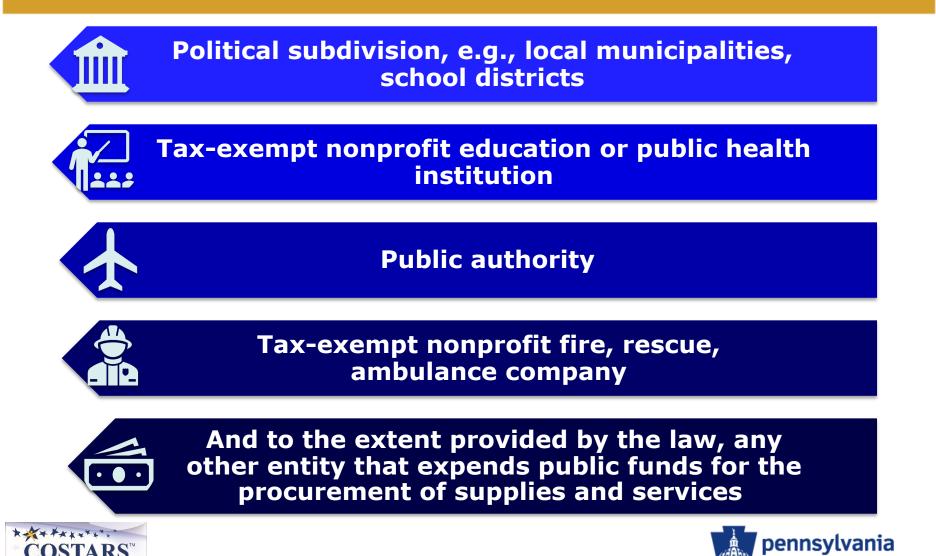
# **Member Growth:** 9,400+ **Supplier Growth:** 2,100+ **Sales Growth:** \$1 Billion+



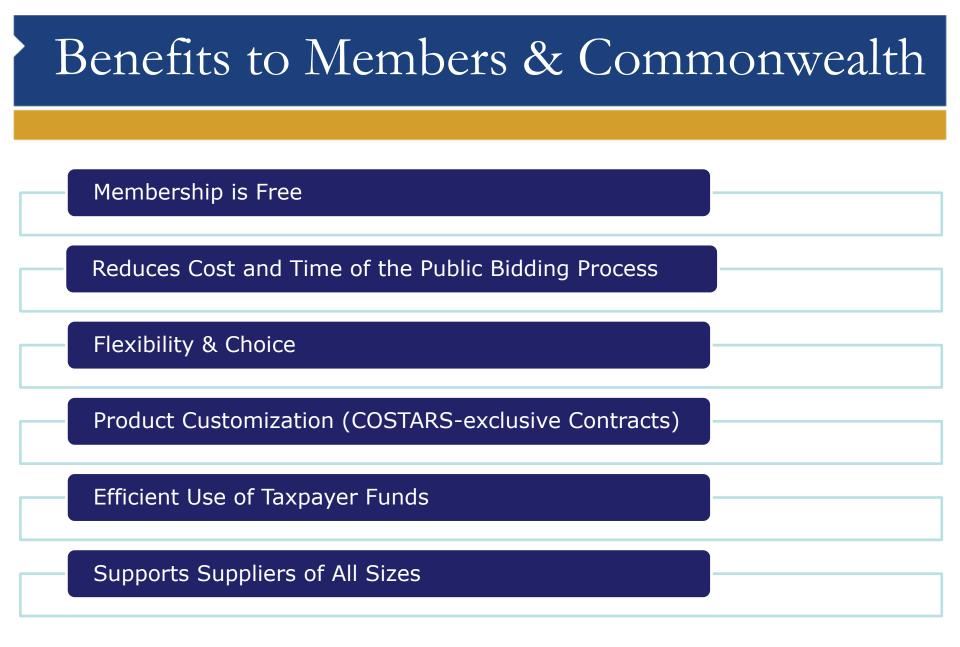




## Local Public Procurement Units



DEPARTMENT OF GENERAL SERVICES







## PA Procurement Code

By purchasing through the COSTARS Program, COSTARS members meet the procurement requirements of Chapter 19 of the Procurement Code.

Below \$12,600	Between \$12,600 and \$23,200	More than \$23,200	
No advertising	Three informal	Advertise twice	
competitive	price quotes	and formal,	
bidding or	required and	competitive	
price quotes	must award to	bidding	
required.	lowest bidder.	required.	

Unless using COSTARS or other acceptable cooperative purchasing program.





### COSTARS Member Savings



## Costs of Public Bidding Process

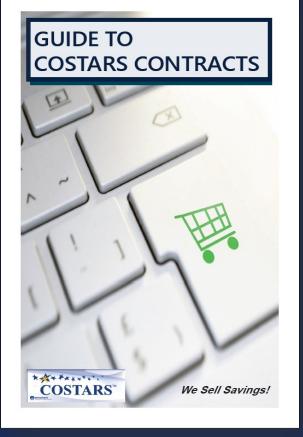
\$3,600 (Estimated Average)

- Advertising Costs
- Administrative Costs
- Attorney Fees





## **COSTARS** Contracts



### COSTARS-exclusive Contracts

- IT Hardware
- Maintenance, Repair & Operation
- Emergency Responder Vehicles
- Recreational and Fitness Equipment
- Municipal Work Vehicles
- Uniforms

### Statewide Contracts

- Ag/Grounds Keeping Power Equip.
- Bridge & Highway Maintenance Materials
- Consulting and Training Services
- Credit Cards (US Bank & WEX Fuel)
- Truck, Parts & Equipment





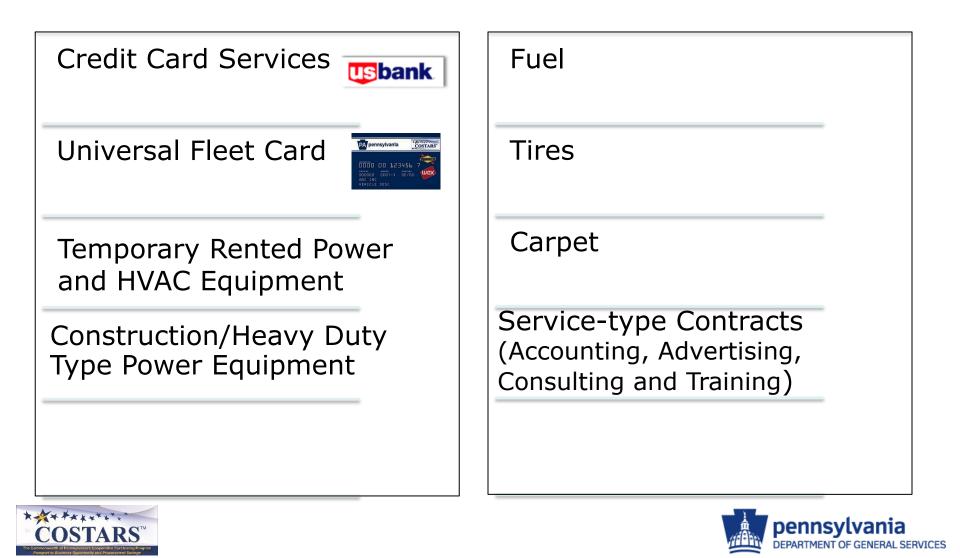
### COSTARS Contracts vs. State Contracts

<b>COSTARS Contracts</b>	Statewide Contracts
36 multi-vendor contracts.	Over 100 COSTARS-
Variety of suppliers.	participating suppliers.
Contracts are awarded to all	Contracted based on state
responsive & responsible	agency need.
bidders.	Focused supplier selection.
Competitive pricing. Contract price is ceiling price.	Competitively priced through sealed bidding.
Products and services are	Products and services
customizable – within scope	purchased as quoted on
of the contract.	contract.





### Statewide COSTARS-Participating Contracts



# Benefits to Suppliers

Large PA Customer Base

Supplier can sell by quality - not just price

Co-branding helps drive sales

Contract scope allows for flexible product offerings

**Reliable Payment** 

Reduced administrative fees for SB / SDB

SB / SDB classification is a searchable criteria





## Supplier Administrative Fees

# **ADMINISTRATIVE FEE**

Verified Small, Diverse Businesses	Self-Certified Small Business	All Other Businesses
\$166	\$500	\$1,500

Flat annual fee, per contract, paid upon contract award.





## **COSTARS** Resources

#### www.dgs.pa.gov/COSTARS

Department of General Services > COSTARS (Cooperative Purchasing)



COSTARS is the **Commonwealth of Pennsylvania's cooperative purchasing program** and serves as a conduit through which registered and eligible local public procurement units (LPPUs) and state-affiliated entities (together "Members") are able to leverage contracts established by DGS to cost-effectively and efficiently identify suppliers with whom to do business. The goals of this program are:

 To encourage, expand, and facilitate the opportunities for Members to ach procurement savings and the best value through an interactive partner with the Commonwealth.

and

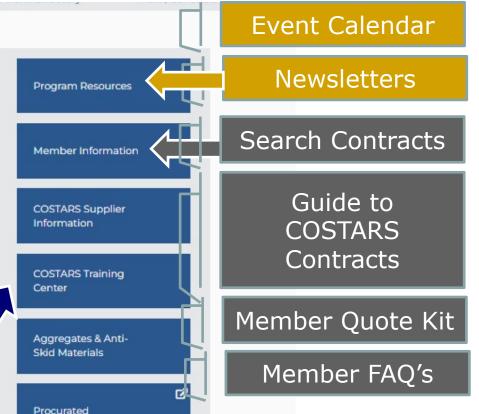
Online Trainings &

**On-Demand** 

Videos

- To provide increased opportunities for Suppliers of any size to particompete for Members' business.
- · To provide contracts with competitive pricing.

\*\*\*\*\*\*\*







#### **Member Trainings**

COSTARS User Registration

COSTARS Member Registration

COSTARS Member Association Request

Update COSTARS Member Profile

Search Aggregates and Anti-skid Materials Contracts

Search COSTARS-Exclusive Contracts

Search Statewide and ITQ Contracts

Register for Sodium Chloride Road Salt Contract

View Sodium Chloride Road Salt Contract

You may also be interested in viewing some recordings of webinars we presented this year tailored to existing members and organizations eligible to become members:

Webinar Recordings for Members

#### **Supplier Trainings**

Access the COSTARS Supplier Gateway

Bidding on a COSTARS-Exclusive Contract Through Electronic Bidding

Pay Your Annual COSTARS Administrative Fee

Report COSTARS Sales

Update COSTARS Supplier Information

Access COSTARS Member Contact Information

Search COSTARS-Exclusive Contracts

Search Statewide and ITQ Contracts

We also have recorded webinars available for current COSTARS-authorized suppliers and companies interested in the COSTARS program:

Webinar Recordings for Suppliers







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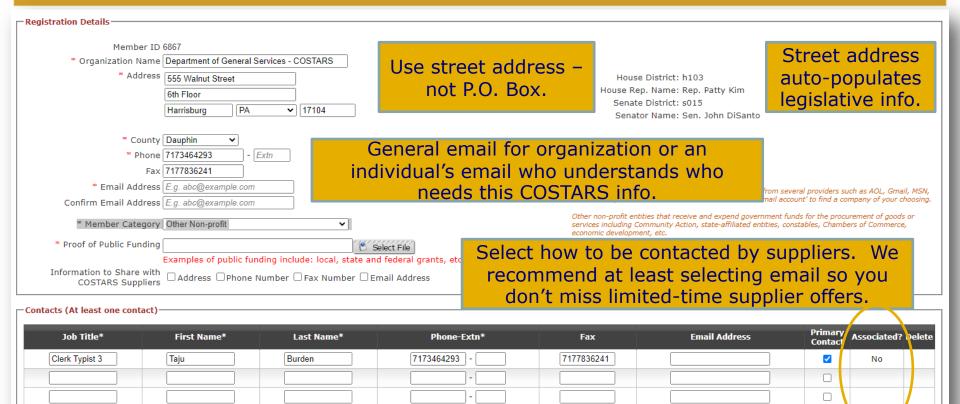
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Webinar Recordings for Members



## Importance of Member Profiles



Not Associated? <u>www.keystonelogin.pa.gov/Account/Login</u> to register for an individual username/password. Select Register in top left corner.





### When to Update a Member Profile

- When your organization's information has changed.
- When your contacts' information has changed.
- When a contact is listed as not-associated.



## Yearly check up.





## Identifying Best Value in Quotes







## Identifying Best Value in Quotes

pennsylvania 🔤	COSTARS (Cooperative Purchasing Program)	
	Welcome en	mizdail(Member)!   <u>Logoff</u>
lome	WELCOME TO THE COSTARS MEMBERS AREA!	
raining Center	CONTRACTS:	NEWSFLASH
OSTARS Registration/Login	Registered COSTARS members have the option to purchase from COSTARS Contracts or from a large selection of Statewide Contracts	CURRENT NEWS
earch Contracts	for which suppliers have consented to participate. And, participation in any COSTARS purchasing is completely voluntary, meaning that each COSTARS member is also free to obtain products and services through its regular procurement procedures.	2024-2025 Sodium Chloride (Road Salt) Participation Guidelines
	COSTARS Contracts are for <u>exclusive</u> use by registered COSTARS members. The Department of General Services (DGS) has created these contracts especially for COSTARS members in accordance with the Procurement Code. In addition, many contracts created by DGS for Commonwealth agency use (statewide contracts) are also available to COSTARS members. All DGS contracts through which	Sodium Chloride (Road Salt) 2023-2024 Season Contract
	LPPUs and state-affiliated entities may make purchases, including COSTARS contracts and specific statewide contracts are part of the COSTARS Program.	Sodium Chloride Ordering Tracking Shere
	Because the Commonwealth awards contracts through its own competitive bidding process, COSTARS procurements meet the cooperative purchasing requirements under 62 Pa.C.S. § 1902 (Title 62-Procurement) for local government purchasing. However,	WEX Fuel Card Program - 2023 Application to Participate
	other statutory provisions, including without limitation, the requirement for prevailing wage determination, may apply. Government entities should consult their solicitors to determine if COSTARS contracts meet their procurement requirements. We suggest that private purchasers refer to their charters, by-laws, or other policies and/or consult with their boards of directors or legal counsel for	Members earn money through Credit Ca Services Contract
	guidance.	PSFEI and COSTARS Electricity Procurement Services
	The COSTARS Program is intended for the exclusive use of member organizations. Individuals associated with the member organization are prohibited from using the contracts for personal purchases. Failure to abide by this may result in the member organization being removed from the COSTARS Program and appropriate against the individual(s) who improperly used the contract.	OTHER VITAL NEWS COSTARS Members Quote Kit Assembly/Installation/Construction Activities when applicable as Ancillary Service
		Saving Money with Surplus
	STAY CURRENT - UPDATE MEMBER PROFILE: It is used interaction to know now conservationalizations and the current costAPS staff periodically communicators with our members	Spotted Lanternfly-What To Look For
	It is very important to keep your organization's profile current. COSTARS staff periodically communicates with our members regarding important news, updates, notices, etc. It is critical that we have accurate contact information for each member, including a primary contact person's name, address, phone, and email. Members can confirm that their information is up-to-date and/or update their member profile by selecting "COSTARS Membership" on the left. When cued, log in with your User ID and password, make any necessary changes, and submit. Don't miss out on important information and opportunities!	
	CONTACT US:	
	For more information regarding the COSTARS Program contact:	
	Department of General Services Bureau of Procurement 1800 Herr Street Harrisburg, PA 17103 Ph:1-866-788-7827 Fax: 717-783-6241 Email: gs-pacostars@pa.gov	
	Enidii: <u>US-PatOstarstepa-gov</u>	





## Identifying Best Value in Quotes

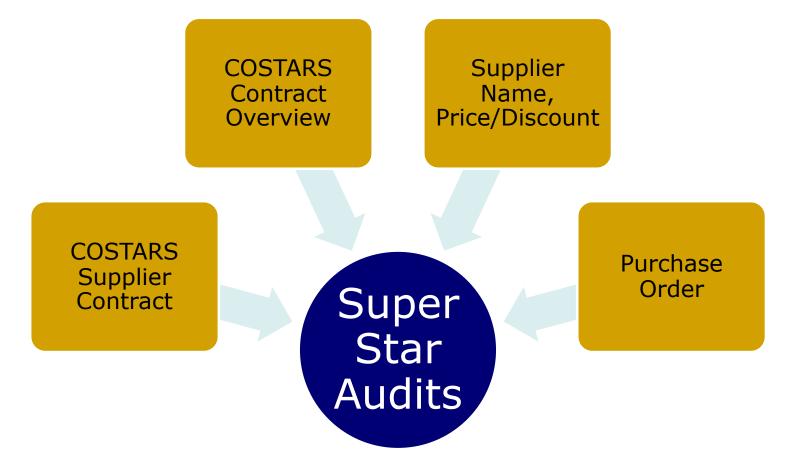
Product / Service to be Purchased: (One	) Ford Passenger Van		
	VENDORS CONTACTED		
	Vendor 1	Contract #	
Vendor Name: ABC Ford, Inc.		(4.g., ODSTARS-20): 025-XXX	
Address: 123 Ford Rd., Harrisburg, PA 17	/101	Contract Name (e.g., Municipal Work Vehicles):	
Contact Person: John Doe		COSTARS-25 Municipal Work Vehicles	
Telephone #: (717) 123-4567	Fax # (717) 123-4568	Email: jdoe@abcfordinc.com	
10% off list price	Comments: Econoline Passenger Va	n	
Contract Price: 10% off list price Quote A	(e.g., Value-added Benefits): Extended warranty offere Quote B	ed Quote C	
Date: 3/7/17	Date: 3/8/17	Date: 3/8/17	
Quote:\$ 17,612.00	Quote:\$ 17,000,00	Quote: \$ 17,000.00	
Comments: Spoke to Jahn Doe	Comments: Per John Doe	Comments: Can't go lower.	
	Vendor 2		
Vendor Name: 123 Automotive Group		Contract# es_costArs.as_025-XXX	
Address: 111 Auto Lane, York, PA 16111		Contract Name (e.g., Numicipal Work Venicles):	
Contact Person: Jane Doe		COSTARS-25 Municipal Work Vehicles	
Telephone #: (717) 111-0000	Fax # (717) 111-2222	Email: janedoe@123autos.com	
	Comments: Econetics Recorder Var leg. Value-added Benefits: Extended worherts offere		
Contract Price: 4% over cost Quote A		Quote C	
	Quote B		
Date: 3/7/17	Date: 3/8/17	Date: 3/8/17	
Guote:\$ 18,100.00	Guote: \$ 17,500.00	Quote: \$ 16,750.00	
Comments: Spoke to Jane	Commental Systematic manager, with Smith	Comments: Per-John	
	Vendor 3		
VendorName: XYZ Autos		Contract # 025-XXX	
Vendor Name: ALC Autos	- And the second of	Contract # (e.g., COSYARS-25): 025-XXX Contract Name (e.g., Munisipal Work Vehicles):	
Address: 222 Good Deal Road, Philadelph	A8, PA (9)11	COSTARS-25 Municipal Work Vehicles	
Contact Person: Mary Smith	Pax # (215) 555-1115		
Telephone #: (215) 555-5555		Email: msmith@xyz.net	
Contract Price: \$18,514.00	ing, Value-added Benefits): No extended warranty off		
Quote A	Quote B	Quote C	
Date: 3/6/17	Date: 3/7/17	Date: 3/8/17	
Quote:\$ 18,000.00	Quote: \$ 17,500.00	Quote: \$	
Comments: Mary will include a 2-4 year extended warranty.	Comments:	Comments: No lower:	
	Vendor 4	Contract #	
VendorName: M & L's Fleet Services		Contract ≠ (e.g., costAR5-25): 4400011811	
Address: 1234 Bay Ave., Huntington, DE, 2	23654	Contract Name (e.g., Municipal Work Vehicles):	
Contact Person: Mike Brown		Passenger Vehicles	
Telephone #: (215) 992-5555	Fax # (215) 992-5533	Email: brown@mifleet.com	
	Comments: Ford Caravap		
Contract Price: \$19,522.00 Quote A	ieg. Value-added Genetits): Includes 3-yr preventative Quote B	e maintenance agreement. Quote C	
Date: 3/6/17			
	Date:	Date:	
Quote: \$	Quote: \$	Quote: \$	
Comments: Unwilling to negotiate lower.	Comments:		

COSTARS Request for Quote					
This section to be completed by purchaser (COSTARS Member)					
DATE					
COSTARS MEMBER NAME					
COSTARS MEMBER NUMBER					
CONTACT PERSON					
ADDRESS STREET, PO BOX					
CITY, STATE, ZIP					
TELEPHONE					
FAX					
EMAIL					
VENDOR NAME					
VENDOR NUMBER					
COSTARS VENDOR CONTRACT NUMBER					
VENDOR ADDRESS					
VENDOR CONTACT					
QUOTE DUE DATE AND TIME					
RFQ EXPIRATION DATE Quoted price remains in effect until this date					
This section to be completed b	y COSTARS Membe	er		on to be completed	l by Vendor
ITEM # and DESCRIPTION QTY		QTY	CONTRACTED PRICE	OFFERED PRICE	TOTAL COST
COMMENTS/VALUE-ADDED OFFERINGS					
VENDOR SIGNATURE DATE					





# Audit Ready Suggestion







### Other Uses for the COSTARS Program







### Contact Us

#### **COSTARS**

Department of General Services Bureau of Procurement 1800 Herr Street, 2<sup>nd</sup> Floor, Arsenal Building Harrisburg, PA 17103

#### 1-866-768-STAR (7827)

#### www.dgs.pa.gov/COSTARS

Email: gs-pacostars@pa.gov



https://www.facebook.com/PAGenServices/

https://twitter.com/PAGenServices/



https://www.linkedin.com/company/pagenservices/





