 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 1 of 7

Section 1.0: Purpose

The purpose of this policy is to establish procedures for the purchase of goods and services by the Town of Allenstown.

Section 2.0: Organization Affected

All departments, boards and officials of the Town of Allenstown.

Section 3.0: Definitions

3.1 “Orders,” as used in this policy, shall include the following documents:

- i. A manifest, prepared weekly for any expenditures that week, summarizing all accounts payable and/or payroll expenditures, and including the payment voucher, any check drawn on a Town account and a register of expenditures;
- ii. A paper check or other draft; or,
- iii. An automatic clearing house (“ACH”) or other transaction conducted electronically in accordance with the internal control procedures adopted by the Board, including, without limitation, on-line banking policies.

3.2 “Emergency,” as used in this policy, shall mean any unforeseen event or combination of events that require immediate action in order to prevent loss or additional loss to the Town.


3.3 Sole Source Purchases- A sole source purchase is one where a good or service can only be purchased from a single source. This situation makes it impossible to obtain competitive bids.

3.4 Department Head-Department heads for the purpose of this policy are defined as the following officials; Town Administrator, Fire Chief, Police Chief, Road Agent, Town Clerk/Tax Collector, Treasurer, Planning Board Chairperson, Zoning Board Chairperson, Budget Committee Chairperson, Parks & Recreation Chairperson, Conservation Commission Chairperson and any other Board, Commission or Committee Chairperson.

Section 4.0: Policy

4.1 Payment of Monies. All expenditures in the Town General fund shall be paid out only as authorized by the Select Board (the “Board”) on orders drawn by employees of the Town in accordance with the internal control procedures adopted by the Board.

- a. The manifest, executed by the Board or a majority thereof, shall constitute an authorization for the Treasurer or the Deputy Treasurer to execute any check or

 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 2 of 7

other draft, or to institute any electronic transaction permitted by policy, in payment of an expenditure thereon.


- b. Paper checks or other drafts shall be drawn and executed by the Chair of the Select Board and counter-signed by the Treasurer or Deputy Treasurer pursuant to the authorization contained in the manifest.

4.2 Purchasing Agent. Notwithstanding Section 5.1, the Board hereby delegates authority to the Town Administrator as Purchasing Agent for products and services which may be purchased by the Town for use in multiple departments (e.g., paper, office supplies, etc.).

- a. The Purchasing Agent shall establish procedures to ensure that products and services are purchased in bulk or at specific rates designed to ensure the best price for the Town.
- b. The Town Administrator shall designate particular products and services subject to purchase by the Purchasing Agent.
- c. The Board may add, amend or delete items from the list of products and services designated by the Town Administrator without limitation.
- d. The Purchasing Agent shall submit payment vouchers for any purchase committed to the Agent's discretion as otherwise required by Section 5.1.
- e. The Purchasing Agent shall maintain an inventory of items purchased in bulk and assigned to a particular department in order to ensure that the per-unit cost of said items is allocated to that department's budget line.
- f. The Purchasing Agent is further authorized to cooperate with the Allenstown School District and/or the School Administrative Unit to maximize any savings for products and services purchased pursuant to this Paragraph

Section 5.0: Procedures


- 5.1 Payment Vouchers.** A completed payment voucher and supporting documentation is required for all expenditures. All requests for payment must be submitted to the Town Administrator, or the Administrator's designee, for processing in accordance with the internal control procedures adopted by the Board. Those departments that have been

 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 3 of 7


authorized to do so may enter their invoices into the accounts payable system for payment.

5.2 Purchase Orders. A completed purchase order and supporting documentation is required for purchases as delineated in this policy for amounts over \$1,000. Purchase orders must be approved in advance by the Town Administrator or Board of Selectmen as described below. Properly executed contracts by an authorized official constitute a purchase order and the authorization to expend funds.

- a. Department heads are authorized to make purchases on behalf of the Town in an amount up to \$1,000. Multiple vouchers to the same vendor dated within twenty (20) days of each other, each of which is permitted under this paragraph, but the total of which is over \$1,000, shall not be permitted without the Town Administrator's review and approval.
- b. The Town Administrator is permitted to authorize department head purchases on behalf of the Town in an amount up to \$3,000.
- c. The Board shall approve, in advance, any purchase of \$3,000 or more, subject to the requirements of Section 5.1 as well as d and e hereof.
- d. In an emergency, the Chair of the Select Board is authorized to make purchases on behalf of the Town in an amount up to \$10,000; provided, however, that the Chair shall notify the other members of the Board within twenty-four (24) hours.
 - i. Any department head who secures permission from the Chair for an emergency expense shall note on the voucher the date and time of the Chair's approval, and shall submit the voucher, counter-signed by the Town Administrator, at the next regular meeting of the Board.
 - ii. The BOS should set total spending amounts during an emergency. It may be difficult to get in contact with the Chairperson or a majority of the BOS during an emergency situation. We could easily spend over the amount authorized by a department head or the TA during an emergency.
- e. Any purchase in the amount of three thousand dollars (\$3,000.00) or more must have three (3) competitive bids. The result of the bids required in this policy shall be submitted to the Town Administrator for review by the appropriate department head. This does not address single source bidding and the solicitation of prices method.

 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 4 of 7

- i. Bid specifications shall be prepared by the department head and approved by the Town Administrator prior to submission to the Board for approval.
 - ii. The Town Administrator shall decide the method of posting for any request for bids or price proposals.
 - iii. Bid specifications shall contain sufficient detail to fully describe the product or services to be purchased and shall ensure that the price proposal by any vendor is reasonably accurate.
 - iv. Bids may at the discretion of the Board of Selectmen be submitted under seal, with the project identified clearly thereon.
 - v. Any request for proposals shall specify the time place and manner of submission, and shall contain a notice to the vendor that a bond may be required where applicable, at the discretion of the Board and that the vendor will be required to certify non collaboration as part of the vendor's bid.
 - vi. Any request for bids or price proposals shall specify the Town's absolute right to reject the same for any reason.
 - vii. Vendors shall certify insurance coverage, including, without limitation, liability insurance, workers' compensation and bond premium (where applicable).
 - viii. All bids or price proposals become the property of the Town at submission.
 - ix. The Board shall enter into written contracts with vendors whose bids are selected or authorize an agent on behalf of the Board to execute contracts in accordance with the Contracting Policy. Any change orders or amendments to the contract shall be executed by the Board (or it's designee) and the vendor.
- f. The provisions of this policy may be waived at any time for any reason by the Board. Waiver requests must be submitted, in writing, to the Town Administrator for review and approval, who shall thereafter submit the same to the Board for review and disposition.
- g. A purchase may exceed an approve purchase order by 10%, but not to exceed \$1,000.00, without seeking additional approval as long as the amount exceeding the purchase order is related to the original approved purchase.


 <p>Town of Allenstown New Hampshire</p>	<p align="center">FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH</p>			
	<p><i>Title</i></p> <p align="center">PURCHASING POLICY</p>			
	<p><i>Policy No</i></p> <p>#2019-01</p>	<p><i>Original Adoption Date</i></p> <p>06/17/2019</p>	<p><i>Revision – No. & Date</i></p> <p>Replaced 2013-010 in its entirety as new policy</p>	<p><i>Page No</i></p> <p>Page 5 of 7</p>

5.3 Local Vendor Preference: Notwithstanding other grant restrictions or statutory requirements that supersede the competitive bidding requirements of this Policy, the Department Head or Town Administrator may recommend to the Town Administrator or the Selectboard (whomever has purchasing authority) that they award the bid contract to a vendor having his/her principal place of business in the Town of Allenstown subject to the following conditions:

1. Only a town-based business shall qualify for this preference. The term “town-based business” shall mean a business that has its principal business operations within the Town of Allenstown’s boundaries. The vendor shall provide adequate proof substantiating a bona fide principal place of business in Allenstown. Such evidence may include ownership papers, lease agreement, or proof of payment of local business property taxes.
2. The local bidder’s price shall not be more than 3% of the lowest qualified bid. If more than one qualified local business submits a bid, then the business with the lower bid shall receive the local preference.

5.4 Exceptions . The following exceptions are authorized exceptions to this policy in regards to purchasing.

- a. Vehicle and equipment repairs do not require the approval of a purchase order prior to commencement of the work.
- b. The purchase of salt or other roadway deicing agents does not require the approval of a purchase order. This includes winter sand for roadway traction.
- c. Road construction projects shall not require the approval of a purchase order.
- d. The purchase of the following does not require the approval of a purchase order;
 - i. fuel for vehicles & equipment
 - ii. fuel for heating buildings
 - iii. electric power service
 - iv. telecommunication services
 - v. cellular communication service
 - vi. water & sewer service
 - vii. Welfare payments (rent, fuel, medicinal aid, electric power, etc...)

 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 6 of 7

5.5 Single Source Purchasing. The official requesting the purchase order must submit documentation to justify why technical characteristics inherent in the item or service make it essential to purchase the particular good or service by this method.

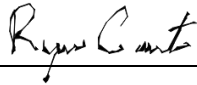

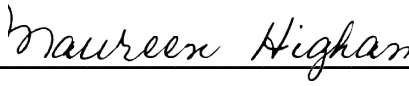
Written documentation of some form of price or cost analysis is required on all sole source purchases with an aggregate expenditure over \$2,000. Appropriate documentation may include copies of price lists, advertised pricing, price estimate documents to include quotes for goods and services.


Final responsibility in determining whether an item or service is proprietary and may only be purchased from a sole source rests with the Board of Selectmen.

Section 6.0: Implementation

To facilitate conduct in accordance with this policy, a copy of this policy shall be made available to department heads, employees, volunteers, board and committee members, appointed or elected to office and at such other times as may be necessary.

Section 7.0: Signature

	Position	Signature	Date
<u>Policy Prepared By:</u> Derik Goodine	Town Administrator		06/17/2019
<u>Policy Reviewed & Approved By:</u> Ryan Carter	Board of Selectman Chairperson		06/17/19
Sandra McKenney	Board of Selectman		06/17/19
Maureen Higham	Board of Selectman		06/17/19

 Town of Allenstown New Hampshire	FINANCIAL POLICIES & PROCEDURES Town of Allenstown, NH			
	<i>Title</i> PURCHASING POLICY			
	<i>Policy No</i> #2019-01	<i>Original Adoption Date</i> 06/17/2019	<i>Revision – No. & Date</i> Replaced 2013-010 in its entirety as new policy	<i>Page No</i> Page 7 of 7

Section 8.0: Policy & Procedure Revision History

	Section	Changes Made	Approvals	
			By	Date
Original Adoption			BOS	
Amendment				
Amendment				
Amendment				
Amendment				

Signature Certificate



Document Reference: 865LJWIDFIXIKTWBY7EDC3

RightSignature
Easy Online Document Signing



Maureen Highham

Party ID: LULFA5JPJKRE5UPN3CA3U7

IP Address: 64.222.96.214

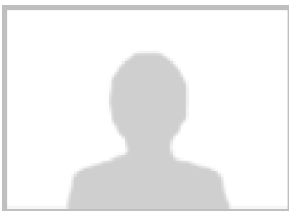
VERIFIED EMAIL: mhigham@allentownnh.gov

Electronic Signature:

Maureen Highham

Multi-Factor
Digital Fingerprint Checksum

bcf6e1e7db113cf37050fc220ab20875a22e9b79



Sandra McKenney

Party ID: LLAFWEIFS4WAKKX6BGEM85

IP Address: 72.71.230.170

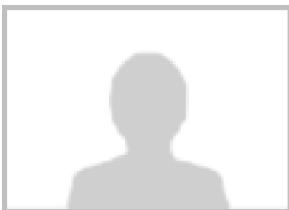
VERIFIED EMAIL: smckenney@allentownnh.gov

Electronic Signature:

Sandra McKenney

Multi-Factor
Digital Fingerprint Checksum

08ed4a101d7a4fd7c1601bac14c2ccf9203b1c8c



Ryan Carter

Party ID: RMPUZ8JVB2S2WJZRGU8X27

IP Address: 24.62.156.240

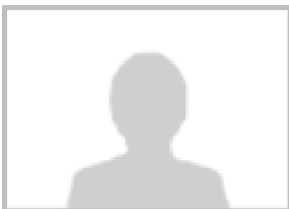
VERIFIED EMAIL: rcarter@allentownnh.gov

Electronic Signature:

Ryan Carter

Multi-Factor
Digital Fingerprint Checksum

ab265a3a6bca8092431f35b3221f8d728797fc5a



Derik Goodine

Party ID: 3PBHSNJ4I3LHP38X9E45RW

IP Address: 64.222.96.214

VERIFIED EMAIL: dgoodine@allentownnh.gov

Electronic Signature:

Derik Goodine

Multi-Factor
Digital Fingerprint Checksum

9abf3e712b63190b2c609302715351a8e0a208cb



This signature page provides a record of the online activity executing this contract.

Signature Certificate



Document Reference: 865LJWIDFIXIKTWBY7EDC3

RightSignature

Easy Online Document Signing

Timestamp

2019-07-17 16:28:17 -0700

2019-07-17 16:28:17 -0700

2019-07-17 16:28:01 -0700

2019-06-29 14:38:41 -0700

2019-06-29 14:34:56 -0700

2019-06-28 15:32:58 -0700

2019-06-28 15:32:18 -0700

2019-06-27 18:06:53 -0700

2019-06-27 18:06:40 -0700

2019-06-27 18:06:40 -0700

Audit

All parties have signed document. Signed copies sent to: Derik Goodine, Maureen Highham, Sandra McKenney, Ryan Carter, and Derik Goodine.

Document signed by Ryan Carter (rcarter@allentownnh.gov) with drawn signature. - 24.62.156.240

Document viewed by Ryan Carter (rcarter@allentownnh.gov). - 24.62.156.240

Document signed by Maureen Highham (mhigham@allentownnh.gov) with drawn signature. - 64.222.96.214

Document viewed by Maureen Highham (mhigham@allentownnh.gov). - 64.222.96.214

Document signed by Sandra McKenney (smckenney@allentownnh.gov) with drawn signature. - 72.71.230.170

Document viewed by Sandra McKenney (smckenney@allentownnh.gov). - 72.71.230.170

Document signed by Derik Goodine (dgoodine@allentownnh.gov) with drawn signature. - 64.222.96.214

Document viewed by Derik Goodine (dgoodine@allentownnh.gov). - 64.222.96.214

Document created by Derik Goodine (dgoodine@allentownnh.gov). - 64.222.96.214



This signature page provides a record of the online activity executing this contract.