



Determination of Cost or Price Analysis (Reasonableness)

Purpose:

Federal regulations require documentation of cost analysis or price analysis for every procurement action at or above \$250,000 (*see* 2 C.F.R. § 200.323). The Determination of Cost or Price Reasonableness form is used to document the analysis showing that the offered price is fair and reasonable. The form is kept as part of the procurement file to demonstrate that the procurement process was conducted in an open and fair manner and that Grayson College ("GC") received the most advantageous price. **This form is required by the Grant Director who is responsible for grant oversight and implementation of internal controls to meet the grant requirements.**

Instructions:

1. Complete a separate Determination of Cost or Price Reasonableness form for each vendor being recommended for contract award. Complete all sections.
2. Provide a detailed discussion of your price analysis or cost analysis. A Determination of Cost or Price Reasonableness form that lacks sufficient detail cannot be approved.
3. For accurate price analysis, ensure that comparisons are made using quotes or price information from multiple vendors.
4. Maintain a copy on the grant file subject to retention schedules
5. Submit completed form to the Purchasing Director prior to contract award.

An improperly completed and/or unsigned form will be returned to the Grant Director.

Contact Details:

Prepared by: _____

Date: _____

Email: _____

Phone Number: _____

Department: _____

Determination of Cost or Price Reasonableness:

Good or service to be acquired: _____

RFP Number: _____

Independent Estimate Produced before Receiving Bids or Proposals: ☐ Yes (attach supporting document(s))

Vendor: _____

Amount: _____

(Attach written quotation or other information that documents the estimate of cost or price reasonableness)
(As necessary include unit costs, rates, schedules, price estimates, and budgets, etc.)

I. This expenditure is being made under one or more of the following (check those that apply and attach supporting documentation):

- ☐ A. Sole source (as defined under TEC 44.031(j))
- ☐ B. Emergency procurement (as defined under TEC 44.031(h))
- ☐ C. Interlocal agreement or purchasing cooperative (TEC 44.031(a)(4) / Tex. Gov't Code Ch. 791; 2 C.F.R. § 200.318(e))
- ☐ D. Request for Qualifications for goods or services at or above \$150,000 (GC has a procedure of procuring and securing quotes for items under \$50,000 and above \$2,500)
- ☐ E. Request for Proposals for goods or services at or above \$150,000 (GC has a policy of procuring goods and services valued at \$50,000 or above in accordance with TEC 44.031(a))
- ☐ F. Request for Qualifications or Requests for Proposals (where the solicitation is publicly posted) where only one (1) quote/proposal is received
- ☐ G. Professional services (as defined under TEC 44.031(f) and/or Ch. 2254 of the Tex. Gov't Code)
- ☐ H. Price adjustment to Purchase Order No. _____ or Contract No. _____ and already procured under item A – G)
- ☐ I. Extension of an existing contract past its initial term. Contract extension is allowed under procurement method or contract. Extension must adhere to local requirements for board approval and rationale is beneficial to GC.
- ☐ J. Other condition (specify):
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II. Cost or price offered or fee negotiated is considered fair and reasonable for the following reason(s), and if applicable, is supported by attached documentation and/or a detailed discussion of the cost or price analysis (select at least one applicable situation):

- ☐ Comparison of previous GC purchase order and contract prices with current proposed price, for the same or similar items. Both the validity of the comparison and the reasonableness of the previous price(s) have been established. *Attach the referenced GC purchase orders/contracts, amounts, issuance dates, and how they are similar to the current purchase.*
- ☐ Comparison with Vendor's published price lists, market prices, pricing indexes, and discount or rebate arrangements. *Attach published price list or other published pricing information used (a vendor's quotation or correspondence does not qualify as a published price list).*
- ☐ Comparison of proposed price with independent cost estimates. *Attach estimates used.*
- ☐ Comparison of proposed price with prices obtained through market research for the same or similar items. If using a comparison of prices, these should be collected from multiple vendors to ensure competitive analysis. *Attach documentation of research conducted.*

☐ Analysis of Offeror's cost information. *Attach cost information.*

☐ The order is priced in accordance with existing GC Purchase Order No. _____ or Contract No. _____, which was competitively established. *Ensure that this pricing was established through a comparison with multiple vendors to confirm the reasonableness of the price whenever possible.*

☐ Other reason (specify):

Certification:

I certify that the information provided above is true and correct to the best of my knowledge and belief. I further certify that I have determined that the costs or prices proposed are necessary, fair, and reasonable. I also certify that price comparisons were obtained from multiple vendors to determine the fair and reasonable pricing of the proposed goods or services.

Full Name of Individual Preparing Form _____

Signature

Date

Approved:

Level One: Full Name of Program Manager (Grant) _____

Signature of Program Manager (Grant)

Date

Level Two: Full Name of Assistant Director of Fiscal Services _____

Signature of Assistant Director of Fiscal Services

Date