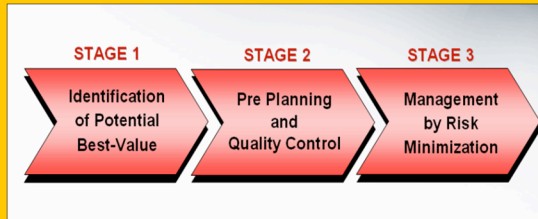


# BEST VALUE PROCUREMENT

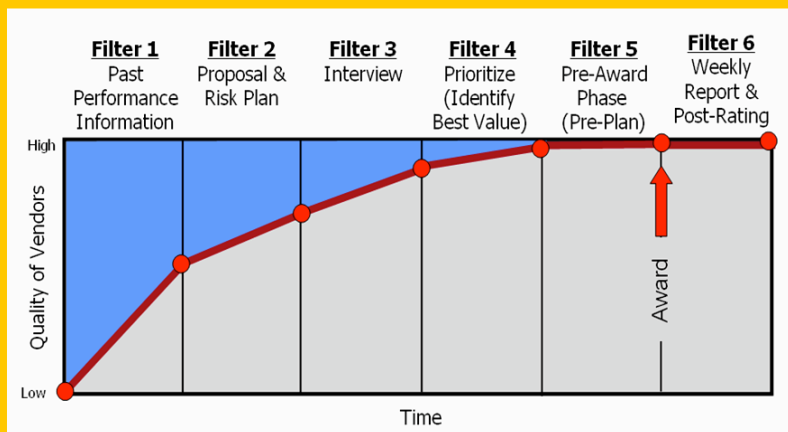
## Best Value Stages



Best Value Procurement Objectives:

- Reduce the risk of nonperformance.
- Optimize the supply chains.
- Minimize life-cycle cost.
- Increasing organizational efficiency
- Improve the quality of construction work and vendor services (including on-time delivery and eliminating change orders).

## Best Value Selection Process



Best Value Procurement uses The Performance Information Procurement System (PIPS) system. PIPS is an information-based system created at Arizona State University. PIPS has been used with design-bid-build, design-build, CM@Risk, and job order contracting delivery systems. The best-value

process using PIPS has been used to select construction contractors as well as other types of vendors (such as janitorial and landscaping services, copy machine vendors, and software systems). The system has been tested in Local, State, and Federal government agencies, as well as in the private sector.

At the University of Minnesota nineteen projects have been awarded (seven electrical, six mechanical, and six roofing) using PIPS and the Best Value Procurement system.