Deaf Blind ONTARIO SERVICES	DeafBlind Ontario Services Policy and Procedure Manual				
Section: Operations	Relates to Policy #	5.6: Finance			
Procedure 5.6.6: Broader Public Sector Procurement Directive					
CEO Approved:	Date of Approval:	Revised Date:			
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DeafBlind Ontario Services will abide to the Broader Public Sector (BPS) Procurement Directive issued by the Management Board of Cabinet under the authority of the Broader Public Sector Accountability Act, 2010, (Section 1(1) (g)).

DeafBlind Ontario Services will conduct purchasing and procurement activities according to the law in Ontario, including contract law, the law of competitive processes, privacy legislation, accessibility legislation and any other legislation as may be applicable.

The purpose of the Broader Public Sector Directive and this procedure is:

- To ensure that DeafBlind Ontario Services' publicly funded goods and services, including construction, consulting services, and information technology are acquired through a process that is open, fair and transparent;
- To ensure DeafBlind Ontario Services' responsibilities will be outlined throughout each stage of the procurement process;
- To ensure DeafBlind Ontario Services' procurement processes are managed consistently;
- To provide guidelines for entering into contracts and to establish internal controls over the authorization of procurement processes, and;
- To ensure that DeafBlind Ontario Services shall endeavour to receive value for money when procuring goods, services and consulting services.

Principles:

This Directive is based on the five key principles that will allow DeafBlind Ontario Services to achieve value for money while following a procurement process that is fair and transparent to all vendors:

 Accountability – DeafBlind Ontario Services will be accountable for the results of its procurement decisions and the appropriateness of the processes.

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- Transparency DeafBlind Ontario Services will be transparent to all vendors. Wherever possible, vendors will have equal access to information on procurement opportunities, processes and results.
- Value for Money DeafBlind Ontario Services will maximize the value it receives from the use of public funds. A value-for-money approach aims to deliver goods and services at the optimum total lifecycle cost.
- Quality Service Delivery DeafBlind Ontario Services will ensure that direct services provided by DeafBlind Ontario Services employees, will receive the right product, at the right time, in the right place.
- Process Standardization DeafBlind Ontario Services will ensure that standardized processes will remove inefficiencies and create a level playing field.

Key Definitions:

Goods and services – means any goods, construction, and services, including but not limited to IT and consulting services.

Members of an Organization – means all Directors of the Board, Chief Executive Officer, and all employees of the organization, or their equivalent.

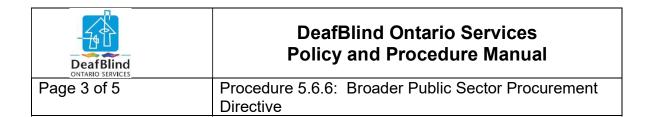
Supply Chain Activities – means all activities directly or indirectly related to the organization's planning, sourcing, procurement, moving and payment processes.

Purchasing and Procurement Code of Ethics (Code):

DeafBlind Ontario Services has formally adopted and will abide by the Code in accordance with its governance process. This procedure intends to establish the conduct of all DeafBlind Ontario Services employees who are involved with Purchasing and Procurement Activities following the Code.

The Code does not supersede codes of ethics that organizations have in place, but supplements such codes with supply chain-specific standards of practice.

This Code is available and visible to all DeafBlind Ontario Services employees, as well as vendors involved with supply chain activities. This code is posted on DeafBlind Ontario Services' website.



DeafBlind Ontario Services Supply Chain Code of Ethics

Goal: To ensure an ethical, professional and accountable supply chain.

I. Personal Integrity and Professionalism

Individuals involved with purchasing and procurement activities must act, and be seen to act, with integrity and professionalism. Honesty, care and due diligence must be integral to all purchasing and procurement activities within and between Broader Public Sector (BPS) organizations, suppliers and vendors. Respect must be demonstrated for each other and for the environment. Confidential information must be safeguarded. Participants must not engage in any activity that may create, or appear to create, a conflict of interest, such as accepting gifts or favours, providing preferential treatment, or publicly endorsing suppliers or products.

II. Accountability and Transparency

Supply chain activities must be open and accountable. In particular, purchasing and contracting activities must be fair, transparent and conducted with a view to obtaining the best value and quality for public money. All participants must ensure that public sector resources are used in a responsible, efficient, and effective manner.

III. Compliance and Continuous Improvement

Individuals involved with purchasing or other Supply Chain Activities must comply with this Code of Ethics and the laws of Canada and Ontario. These individuals should continuously work to improve supply chain policies and procedures, to improve our purchasing and procurement knowledge and skill levels, and to share best practices within the organization.

Approved by the Finance & Risk Committee: September 28, 2023

DeafBlind Ontario Services will ensure that all contracts entered will follow the requirements set forth in the Broader Public Sector (PBS) Procurement Directive.



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Value of Procurement

When determining the value of procurement for approval purposes as outlined in this Directive, organizations should not take into consideration applicable sales taxes.

Contracts and Consultant Agreements Guidelines

All contracts for Goods and non consulting services must be approved based on the organization's approval authority schedule. See Procedure <u>5.6.12 Spending Limits</u> and Credit Cards.

All contracts over \$121,200 and all contracts for consulting services of any dollar value must be preceded by, and result from, a competitive procurement process. An Invitational competitive process for consulting services up to but not including \$121,200. And an open competitive for agreements valued at \$121,200 or above. All contracts and consultant agreements must be consistent with DeafBlind Ontario Services' Mission, Vision, Values, and conform to all other applicable DeafBlind Ontario Services policies and procedures.

Authority to Approve Purchases:

See Procedure 5.6.12 Spending Limits and Credit Cards

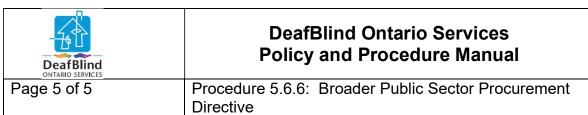
Authority to Sign Contracts and Consultant Agreements:

Responsibility:

Prior to commencement of any contract, DeafBlind Ontario Services will ensure:

- Contracts are entered into when there is an advantage to the organization by doing so.
- b) A full range of potential arrangements is investigated before entering into an exclusive contract.
- c) Legal assistance or advice is obtained if necessary for any non-standard clauses.
- d) All contracts entered into by DeafBlind Ontario Services are reviewed and approved by the Chief Executive Officer or designate. Chief Executive Officer or Board authorization is required if the amount of the contract is over a certain limit or an unbudgeted expense. Only signing officers can approve and sign a contract based on the organization's approval authority schedule.

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- e) Only contractors registered with WSIB and those that provide proof of a minimum of \$5M (unless specified higher) for Commercial General Liability insurance and \$2M Automobile (unless specified higher) and valid WSIB coverage where appropriate.
- f) Each contract is dated, witnessed and if requested, embossed with the organization's corporate seal.
- g) DeafBlind Ontario Services also ensures that a completed copy of the final contract is made available to all other signatories.
- h) The original copy of a signed contract is kept in the Purchasing and Procurement Critical Documents Binder in the IT room at the Admin Office. The Chief Financial Officer, or designate, is responsible to ensure the binder is kept up to date.
- i) All Purchase of Service contracts must contain the organization's conflict of interest guidelines.
- j) At least 3 months prior to the completion of the contract, the Chief Executive Officer or designate reviews and plans for the renewal or tendering of the contract following the above procedures.

Location of Original Contracts:

An original signed copy of all contracts that bind DeafBlind Ontario Services must be provided to the Chief Financial Office or designate located in the Purchasing and Procurement Critical Documents Binder at DeafBlind Ontario Services' Admin Office for filing and monitoring. The Chief Financial Officer, or designate, is responsible to ensure the file folder is kept up to date.

<u>Consistency with all Other DeafBlind Ontario Services policies, procedures and quidelines:</u>

A Purchase of Service contract must adhere to all other relevant legislative and regulatory policies, procedures, directives and guidelines (including DeafBlind Ontario Services') with respect to financial support, expense rules, levels of approval/ signing authority and location of original signed contract.

Procurement Record Retention

DeafBlind Ontario Services will handle, store and maintain vendor's confidential and commercially sensitive information in an appropriate and legal matter as per Procedure 5.6.15 Accounting Records.

DeafBlind Ontario Services will also be subject to various trade agreements, including but not limited to the Canadian Free Trade Agreement (CFTA), Canada-European Union Comprehensive Economic and Trade Agreement (CETA) and the Ontario—Quebec Trade and Cooperation Agreement (Ontario—Quebec Agreement).

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Statement:

The DeafBlind Ontario Services procurement function will be performed in an open, fair and transparent manner where goods and services are procured in a competitive environment and where all transactions yield the optimal benefit to the organization and the people supported. DeafBlind Ontario Services aspires to high ethical, legal, environmental, managerial and professional standards in the management of the resources entrusted to it. Procurement practices are in accordance with the most recent Broader Public Sector Procurement Directive issued by Management Board of Cabinet, which forms part of the Operational Policy and Procedures manual of DeafBlind Ontario Services.

Goals and Objectives:

- To ensure goods and services are purchased in an efficient and cost-effective manner.
- To establish internal control over the authorization of expenses.

Guidelines:

DeafBlind Ontario Services will promote fair and objective business practices by implementing a documented approval process for purchases. Applicable purchases will require supporting documentation and invoices. Supporting documentation will include comparative pricing, quotations, tendered bids, or preferred supplier status. The following criteria will be applied in the approval process for all purchases, in no order of preference:

- Lowest pricing
- The quality of goods and services to be provided
- Use of local business
- Previous satisfactory work or supply of products to DeafBlind Ontario Services





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Procedure 5.6.7: Purchasing and Procurement

Where the organization has established contracts or agreements with preferred suppliers or with Vendors of Record for the Ontario Broader Public Sector, employees shall purchase goods and/or services against these contracts or from these preferred suppliers or Vendors of Record. This list is kept up to date by the Manager of Special Projects. A list of preferred supplier and Vendor of Record contracts/agreements is kept within the Shared Files (Procurement Services).

Contract Management

To ensure the operational, functional and business objectives of the organization continue to be met through a positive interaction between the organization and the vendor or contractor. The following criteria are to be applied in no particular order.

- Service delivery to ensure product or services are delivered in a timely manner
- Relationship management profitable interaction between vendor and purchaser
- Managing the contract day to day procurement activities to ensure the spirit of the contract
- Seeking improvement to increase efficiencies within the procurement process
- Ongoing assessment the entire procurement process activities are assessed on a continual basis to ensure that contracts are adhered to and the purchasing process followed.
- Managing change all changes need to be communicated, documented and implemented effectively. All change orders need to be signed within approved authorization limit as indicated in Procedure <u>5.6.12 Spending Limits and Credit</u> Cards.

Preferred Supplier/Preferred Contractor: A supplier or contractor who has previously gone through a quotation or tender process successfully with DeafBlind Ontario Services and has continued to supply the organization with superior workmanship, supply of products, or unique technical expertise, may be deemed a preferred supplier or preferred contractor. A preferred supplier must be approved by the Chief Executive Officer. Preferred suppliers are subject to tenders every five (5) years or less.



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Quotation/Tender Limits (Including Major Repairs or Renovations):

See procedure <u>5.6.12 Spending Limits and Credit Cards</u> for the organization's signing authority levels.

As per the principles of the BPS Directive, all employees or volunteers making purchases on behalf of the organization will do so keeping value for money, quality of service delivery, accountability, transparency and process standardization in mind. Quotation and tender limits include cost of warranty, maintenance and service agreements plus applicable taxes. Below are the organization's quotation and tender limits for goods, non consulting services and construction:

- 1. Under \$10,000 one verbal quotation (minimum).
- 2. \$10,000 to \$121,200 three written tenders, by invitation or advertising. Decision to be made by a Bid Review Committee of two to three employees approved by the CEO.
- 3. Over \$121,200 Public advertising for tenders, except for land and buildings with a minimum response time of 15 calendar days. For high complexity, risk and/or dollar value (over \$353,300), a minimum response time of 30 calendar days, and close on a normal working day.
- 5. Land and buildings purchase price will be negotiated based on the fair market value of the property, which may include an independent appraisal. Purchases will be approved by the Board of Directors through the Finance and Risk Committee prior to purchasing.

Submissions that are delivered after the closing time must be returned unopened.

Note: Approval by the Board of Directors through the Finance and Risk Committee is required for items exceeding the CEO's signing authority limit.

Quotation/Tender Limits for consulting services

See procedure <u>5.6.12 Spending Limits and Credit Cards</u> for the organization's signing authority levels.

 Under \$121,200 – three written tenders, by invitation or advertising. Decision to be made by a Bid Review Committee of two to three employees approved by the CEO.



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Procedure 5.6.7: Purchasing and Procurement

 \$121,200 or more – Public advertising for tenders with a minimum response time of 15 calendar days. For high complexity, risk and/or dollar value (over \$353,300, a minimum response time of 30 calendar days, and close on a normal working day.

Submissions that are delivered after the closing time must be returned unopened.

Note: Approval by the Board of Directors through the Finance and Risk Committee is required for amounts exceeding the CEO's signing authority limit.

The organization must not reduce the overall value of procurement (e.g., dividing a single procurement into multiple procurements) in order to circumvent competitive procurement thresholds. to avoid compliance with the policy.

Bid Evaluation

For all bids, evaluation criteria must be developed, reviewed and approved by an appropriate authority prior to commencement of the competitive procurement process. Documents must clearly outline mandatory, rated, and other criteria that will be used to evaluate submissions, including weight of each criterion.

Mandatory criteria (e.g., technical standards) should be kept to a minimum to ensure that no bid is unnecessarily disqualified.

Where advertising or invitations have been done widely enough to attract the required quotes/tenders and less than three responses have been received, the Bid Review Committee will make a decision based on the quotes received, assuming the applicants are deemed qualified to provide the goods/services.

Competitive procurement documents must fully disclose the evaluation methodology and process to be used in assessing submissions, including the method of resolving tie score.

Competitive procurement documents must state that any submission failing to meet the mandatory criteria will be disqualified.

Competitive procurement processes require an evaluation team responsible for reviewing and rating the compliant bids. Evaluation team members must be made aware of the restrictions related to utilization and distribution of confidential and commercially sensitive information collected through the competitive procurement

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Procedure 5.6.7: Purchasing and Procurement

process and refrain from engaging in activities that may create or appear to create a conflict of interest. Evaluation team members must sign a conflict-of-interest declaration and non-disclosure of confidential information agreement.

Evaluation Matrix

Each evaluation team member must complete an evaluation matrix, rating each of the submissions. Records of evaluation scores must be retained for audit purposes.

Evaluators must ensure that everything they say or write about submissions is fair, factual, and fully defensible.

Winning Bid

The submission that receives the highest evaluation score and meets all mandatory requirements set out in the competitive procurement document must be declared the winning bid.

Termination Clauses

All contracts must include appropriate cancellation or termination clauses. When conducting complex procurements, DeafBlind Ontario Services should consider, as appropriate, the use of contract clauses that permit cancellation or termination at critical project life-cycle stages.

Supplier Debriefing

For procurements valued at \$121,200 or more, DeafBlind Ontario Services must inform all unsuccessful suppliers about their entitlement to a debriefing. DeafBlind Ontario Services must allow unsuccessful suppliers 60 calendar days following the date of the contract award notification to request a debriefing.

Goods and services with an estimated cost under \$10,000 related to the repair and maintenance of buildings and vehicles may be assigned to the organization's approved contractors. Managers must remember that purchases must be within their signing authority levels.

Individuals and/or companies who contact DeafBlind Ontario Services with a desire to do business will be requested to provide information on their organization, rates and references. If appropriate, they will be invited to bid on available projects.

At least every five (5) years, the organization will advertise on an electronic tendering system that is readily accessible by all vendors for contractors to submit a



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Procedure 5.6.7: Purchasing and Procurement

Request for Qualified Suppliers to perform repair and maintenance work on our buildings or vehicles.

Building Ontario Business Initiative (BOBI)

For procurements below the procurement value of \$121,200, BPS entities must give preference to Ontario businesses, wherever feasible. This section applies to all procurements of goods and services except as follows:

- Emergency procurements
- Procurements from any vendor of record arrangements (second stage)
- Goods or services procured for commercial sale or resale or for use in production of a good or service intended for commercial sale or resale
- Services of a lawyer, paralegal or notary public
- Services of an expert witness to be used in a court or legal proceeding
- A good or service that is not available from an Ontario business

For procurements that include both goods and services, if the value of either the goods component or services component exceeds the threshold of \$121,200, there is no obligation to give preference to Ontario businesses.

Procurements below monetary thresholds in applicable international trade agreements (and above the threshold of \$121,200).

BPS entities must give preference to Canadian businesses, wherever feasible.

Procurement Restriction Policy

Effective March 4, 2025, the Ontario Government introduced the Procurement Restriction Policy, that includes Broader Public Sector organizations. It is designed to restrict United States (U.S.) businesses from accessing public sector procurements.

It is in force as a response to U.S. tariffs on Canadian Products and Services. Should tariffs be lifted, this policy will be assessed and may be adjusted or rescinded.

Existing procurement direction continues to apply, including the rules to support the Building Ontario Businesses Initiative (BOBI).



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Procedure 5.6.7: Purchasing and Procurement

This Policy applies to all new procurements of goods and services (consulting and non-consulting) at any value, regardless of the method of procurement - invitational, open/public competitive or non-competitive.

This Policy does not apply when public sector entities use existing Vendor of Record arrangements (VORs) or other arrangements available to public entities.

A public sector entity can rely on a business' representation that it does not meet the definition of a U.S. business.

Procuring from a U.S. business is allowed only when:

- a) U.S. business is the only viable source for the good/service, and
- b) the procurement cannot be delayed.

Public sector entities must continue to use existing Vendor of Record arrangements (VORs) or other arrangements available to public entities.

Emergency and/or Special Circumstances:

In an emergency/special circumstance, the following authority shall apply:

 The Chief Executive Officer has the authority to acquire goods or services up to the CEO's signing authority without regard to this policy. A consolidated list (including exceptions [requiring the Non-Competitive Procurement Approval Form]) will be provided to the Chief Executive Officer on an annual basis, which will be retained for auditing purposes.

Monitoring Report Requirements (Frequency, Content, etc.):

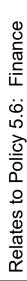
- Listing of contracts awarded over \$121,200, disclosing the supplier and the amount to be provided to the CEO annually.
- Listing of emergency/special circumstances purchases to be provided to the CEO annually.

Glossary of Key Policy Terms

Tender - A formal written request to provide clearly specified goods or services.

Emergency - Circumstances in which an immediate purchasing decision is necessary to prevent danger to life, danger to property or suspension of essential service.

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Procedure 5.6.7: Purchasing and Procurement

Ontario business - A supplier, manufacturer, or distributor of any business structure that conducts its activities on a permanent basis in Ontario and meets one of the following criteria:

- 1. has its headquarters or main office in Ontario; or
- 2. has at least 250 full-time employees in Ontario at the time of the applicable procurement process

A U.S. business means a supplier, manufacturer or distributor of any business structure (includes a sole proprietorship, partnership, corporation or other business structure) that:

- 1. has its headquarters or main office located in the U.S., and
- 2. has fewer than 250 full-time employees in Canada at the time of the applicable procurement process.

