***SHIRE OF CUNDERDIN***

***REGIONAL PRICE PREFERENCE POLICY***

***No*** 26 ***Date***  June 2011 ***Date Reviewed***

***References*** Local Government (Functions and General) Regulations 1996, Part 4A.

***Subject*** **Financial Management -** Regional Price Preference

***Policy***

1. Subject to statement (2) below a regional price preference of 10% is to apply to
   * 1. a tenderer for the supply of goods and services who has been operating continuously out of premises in the Shire of Cunderdin for at least 6 months;
     2. a tenderer for the supply of goods and services not established within the Shire of Cunderdin on that component of the price relating to goods and services supplied from sources within the Shire of Cunderdin;
2. A regional price preference of 5% is to apply to-
   * 1. a tenderer for the supply of construction (building) services who has been operating a business out of premises in the Shire of Cunderdin for at least 6 months;
     2. a tenderer for the supply of construction (building) services not established within the Shire of Cunderdin on that component of the price relating to construction (building) services provided by local suppliers;
3. Not withstanding statements 1) and 2) above price is only one of the factors to be assessed when the local government decides which tender to accept, and the cheapest or any tender will not necessarily be accepted. Other factors to be considered include due diligence, quality of the product, terms of supply including after sales service, freight costs, urgency factors and budget provision.
4. A regional price preference applies whenever tenders are called unless the local government resolves otherwise in reference to a particular tender.