

## State of New Jersey

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Governor

SHEILA Y. OLIVER *Lt. Governor* 

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February 27, 2023

Via Electronic Mail only yolanda.glickman@anixter.wescodist.com

Yolanda Glickman Senior Account Manager Wesco – Anixter 25 Vreeland Road Building B – Suite 100 Florham Park, NJ 07932

Re: I/M/O Bid Solicitation #22DPP00747– Anixter Inc.

Protest of Notice of Intent to Award

T1778 – Communications/ Telecommunications Cable, Wire, and Associated Products

Dear Ms. Glickman:

This final agency decision is in response to your correspondence dated January 23, 2023, submitted on behalf of Anixter Inc. (Anixter). In that correspondence Anixter protests the Notice of Intent to Award (NOI) issued by the Division's Procurement Bureau (Bureau) for Bid Solicitation #22DPP00747 – T1778 Communications / Telecommunications Cable, Wire and Associated Products (Bid Solicitation). The record of this procurement reveals that the Quote submitted by Anixter was deemed non-responsive for having failed to complete mandatory fields on the State Price Sheet, specifically the Extended Warranty Column for categories 1, 2, 3, 4 and 5 as required by Bid Solicitation Section 4.6, *Warranty Requirements*.

By way of background, on April 14, 2022, the Bureau issued the Bid Solicitation on behalf of all State agencies and Cooperative Purchasing Program participants. Bid Solicitation §1.1 *Purpose and Intent*. The purpose of the Bid Solicitation was to solicit Quotes for the purchase of telecommunication cable, wire, and associated equipment and services including, but not limited to:

- A. Category 1 Cable, Wire, and Optical Fiber;
- B. Category 2 Custom Length Cables;
- C. Category 3 Associated Cable and Wire Hardware;
- D. Category 4 Test Equipment;
- E. Category 5 Installation Tools;
- F. Category 6 Training; and

ELIZABETH MAHER MUOIO State Treasurer

AMY F. DAVIS *Acting Director* 

## G. Category 7 – Data Center Management Solutions and Installation.

It is the intent of the State to award Contracts to those responsible Bidders whose Quotes, conforming to this Bid Solicitation are most advantageous to the State of New Jersey (State), price and other factors considered. The State may award any or all price lines. *Ibid*.

In accordance with Bid Solicitation Section 2.1 *Electronic Questions and Answer Period*, potential Bidders were permitted to submit questions regarding the Bid Solicitation by May 11, 2022. On June 23, 2022, the Bureau posted Bid Amendment #1 with the answers to questions posed, two of which specifically raised questions as to the Warranty Requirements section of the Price Sheet:

6	Price Sheet	What is the difference between product % discount		
		and extended warranty column?		
		Product Percent (%) Discount off of OEM Price		
		Catalog column represents the Contractor's {Bidder's}		
		proposed discount rate to be applied to the MSRP of the		
		product catalogs of each brands bid.		
		Extended Warranty Percent (%) Discount off of OEM		
		Price Catalog column represents the Bidder's proposed		
		discount rate to be applied to the MSRP of the		
		Extended Warranty catalogs of each brands bid.		
8	3.28	On the pricing form it states an Extended Warranty		
		% Discount. Does this mean if the vendor offers an		
		Extended Warranty for items the State is looking for		
		a discount for this warranty		
		Yes		

On July 27, 2022 the Division's Proposal Review Unit opened seven (7) Quotes which were received by the submission deadline of 2:00 p.m. Eastern Time. After conducting an initial review of the Quotes received for compliance with mandatory Quote submission requirements, all seven Quotes were forwarded to the Bureau for evaluation.

In conducting the review of the Quotes, the Bureau determined that Anixter's submitted Quote was non-responsive because it "failed to respond to the Extended Warranty Column for categories 1, 2, 3, 4, and 5, as required by Bid Solicitation Section 3.28, *State Price Sheet Instructions*, which states:

The Bidder must submit its pricing using the State Price Sheet accompanying this Bid Solicitation and located on the "Attachments" Tab. The Bidder must also submit its pricing using the format set forth in the Schedules Table accompanying this Bid Solicitation. Failure to submit all information required will result in the Quote being considered non-responsive.

Contrary to the instructions in Bid Selection Section 3.28, Anixter left blank and failed to respond in the column "Extended Warranty Percent (%) Discount off of OEM Price Catalog" on its price sheet.

The remaining responsive Quotes were then evaluated in accordance with Bid Solicitation Section 8.9 *Evaluation Criteria*. After completing its review and evaluation, the Bureau prepared a Recommendation Report that recommended that Contracts be awarded to three (3) Bidders. Accordingly, on January 11, 2023, the Bureau issued the NOI advising the Bidders that it was the State's intent to award Blanket P.O.s consistent with the January 5, 2023, Recommendation Report.

In consideration of the Anixter's protest, I have reviewed the record of this procurement, including the Bid Solicitation, the Quotes received, the relevant statutes, regulations, and case law. This review of the record has provided me with the information necessary to determine the facts of this matter and to render an informed final agency decision on the merits of the protest.

The Bid Solicitation makes clear that certain requirements are mandatory and not subject to discretion. Specifically the Bid Solicitation Section 9.0 *Glossary* states:

**Must** – Denotes that which is a mandatory requirement.

**Shall** – Denotes that which is a mandatory requirement.

This mandatory language is repeated multiple times in Bid Solicitation Section 4.6 *Warranty Requirements*:

## **Warranty requirements**

The Contractor <u>shall</u> provide warranty of products and services as follows:

Warranty Service Level Requirements				
Hardware Category	Term	Other Requirements		
Category 1 – Cable, Wire, and Optical Fiber; and	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans for a minimum of 15 years		
Category 2 – Custom Length Cables	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans for a minimum of 15 years		
Category 3 – Associated Cable and Wire Hardware	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans for a minimum of 15 years		
Category 4 – Test Equipment	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans in one (1) year increments.		
Category 5 – Installation Tools	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans in one (1) year increments.		
Category 7 – Data Center Management Solutions and Installation	Manufacturer's standard warranty (One (1) year minimum)	Eligible for manufacturer's extended warranty plans in one (1) year increments.		

All structured cabling equipment in categories 1, 2, and 3 shall carry the manufacturer's standard warranty and <u>must</u> be eligible for manufacturer's extended warranty plans for a minimum of 15 years. The warranty and/or guarantee documents shall accompany the equipment when delivered. Any equipment to be replaced must be new and the same as or equal to the original product.

All structured cabling equipment in categories 4, 5, and 7 shall carry the manufacturer's standard warranty and <u>must</u> be eligible for manufacturer's extended warranty plans quoted in one (1) year increments. The warranty and/or guarantee documents shall accompany the equipment when delivered. Any equipment to be replaced must be new and the same as or equal to the original product.

[Emphasis added.]

If after reviewing the Bid Solicitation a Vendor has any questions or seeks additional information, Bid Solicitation Section 2.1 provides for an *Electronic Question and Answer Period* during which "the Division will electronically accept questions and inquiries from all potential Bidders." As indicated above, at least two questions were received related to the Warranty Requirement, one of which specifically addressed this issue.

On June 23, 2022, the Bureau posted Bid Amendment #1 with the answers to questions posed. The answers to the questions become part of the Bid Solicitation when they are incorporated as Bid Amendments pursuant to Bid Section 2.3:

## **BID AMENDMENTS**

In the event that it becomes necessary to clarify or revise this Bid Solicitation, such clarification or revision will be by Bid Amendment. Any Bid Amendment will become part of this Bid Solicitation and part of any Contract awarded. Bid Amendments will be posted as a file attachment on the "Summary" page of the Bid Solicitation in *NJSTART* after the cut-off date.

There are no designated dates for release of Bid Amendments. Those Bidders who are on the bid holder list either through commodity code registration in *NJSTART* or by acknowledging the bid in *NJSTART* should receive notification of any Bid Amendment(s). If a Bidder is not on the bid holder list, Bid Amendments are still viewable on the "Summary" page of the Bid Solicitation in *NJSTART*.

It is the sole responsibility of the Bidder to be knowledgeable of all Bid Amendments related to this procurement. An interested Bidder should check the *NJSTART* "Open Bids" Tab on a daily basis to ensure review of the most updated information.

The combination of the clear bid language in Section 3.28 that "[f]ailure to submit all information required will result in the Quote being considered non-responsive," the mandatory definitions in the Glossary, and the clarification incorporated via Bid Amendment #1, make clear that the price sheet column, "Extended Warranty Percent (%) Discount off of OEM Price Catalog," was a required component of the Bid Solicitation and the State Supplied Price Sheet. By failing to submit pricing, Anixter's Quote contained a non-waivable deviation rendering the Quote non-responsive. Twp. of River Vale v. Longo Constr. Co., 127 N.J. Super. 207, 222 (Law Div. 1974).

In light of the findings set forth above, I sustain the conclusions in the Bureau's January 5, 2023, Recommendation Report, that Anixter's Quote was non-responsive and uphold the January 11, 2023, Notice of Intent to Award. This is an unfortunate situation for the State, as the Division encourages competition and appreciates the time and effort put forth in preparing and submitting the Quote.

Thank you for your company's continuing interest in doing business, I encourage you to log into *NJSTART* to select any and all commodity codes for procurements you may be interested in submitting a Quote for so that you may receive notification of future bidding opportunities.

This is the Division's final agency decision. Pursuant to N.J.A.C. 17:12-3.1, this determination is appealable to the Appellate Division of the Superior Court in accordance with the New Jersey Court Rules (R. 2:4-1) which provide a party 45 days to appeal this final agency decision.

Sincerely.

Amy F. Davis
Acting Director

AFD: DPK

c: M. Dunn

S. Brandbergh