

State Procurement Manual

DOA-3449 N(R06/94) Formerly AD-P-12

		Number PRO-E-19
		Effective 1-1-82
Section CONTRACTING, ORDERING, RECEIVING AND PAYMENT	Agencies Affected ALL	Replaces NEW
Title LIFE CYCLE COST ESTIMATES		Page 1 of 1

AUTHORITY: [Wis. Stats.](#) 16.75(1)(a)
16.75(lm)(a) & (b)

SCOPE: - to establish policy on the use of life cycle costing in the state procurement process

- CONTENT: I. Orders awarded and contracts made by the state for materials, supplies, equipment and contractual services, are awarded to the lowest responsible bidder, taking into consideration life cycle cost estimates if applicable. When life cycle cost considerations are used, the bid selected may not be the lowest initial cost bidder.
- II. The life cycle cost formula includes, but is not limited to, the applicable costs of energy efficiency, acquisition and conversion, money, transportation, warehousing and distribution, training, operation and maintenance, and disposition or resale.
- III. When life cycle costing is appropriate, the criteria to be applied is incorporated into the solicitation of bids or proposals.

Authorized:



Director
State Bureau of Procurement