

Cherokee Council House Cherokee, North Carolina 1111 0 7 2020

Date

Ordinance No. 10	1	/2020\	
Ordinance No. 1	• •	120201	

WHEREAS, The Division of Operations houses many programs that enter into procurement contracts

with both TERO and non-TERO certified vendors using the Tribe's contract bidding process

in Chapter 92 of the Cherokee Code; and

WHEREAS, the Tribe's government contracting law provides preference for a TERO certified vendor

by allowing a TERO vendor's contract bid to be as much as 5 % more than the actual lowest

bid from a competing business; and

WHEREAS, the policy of offering opportunity and promoting Native owned businesses is a good policy;

it can add to the cost of tribal government contracts; and

WHEREAS, there has been an additional cost imposed on tribal government contracts in the form of a

1.75% fee attached to all contracts awarded to non-TERO vendors. Currently, this penalty is only levied against non-TERO bidders that were the lowest responsible bid winner on

contracts of \$10,000 or more; and

WHEREAS, the additional 1.75% is allocated as funding the administration of the TERO entity when

TERO has been historically funded by the general fund budget. In actuality, this fee will be

incurred by EBCI Program Budgets which were not intended by Council to pay for the

Administration of TERO; and

WHEREAS; imposing this penalty on low bid contractors will reduce fair competition which will in

turn drive up EBCI contract costs

WHEREAS, allocating an arbitrary percentage without defined parameters of a budget need or

spending violates the EBCI Fiscal Management Policy (FMP) established within the EBCI Department of Treasury. According to the FMP, programs are charged with developing a Reasonable, Accurate, and Balanced Budget. In addition, the FMP prohibits, "Placing

unreasonable requirements on vendors for them to qualify to do business."

NOW, THEREFORE, BE IT ORDAINED by the Tribal Council of the Eastern Band of Cherokee Indians, in

Council assembled, at which a quorum is present that Chapter 92 of the Cherokee Code is hereby

amended as follows:

\$10,000.00.

Sec. 92-28B. (Repealed). - TERO fees. An employee rights fee is necessary to raise revenue for the operation of the TERO. Every economic entity, with the exception of TERO certified vendors, that obtains a Tribal contract where section 92-3 applies shall pay a fee of 1.75% for all contracts in excess of

BE IT FURTHER ORDAINED, that this ordinance shall take effect upon ratification of the Principal Chief and the that all ordinance or resolutions in conflict are hereby rescinded.

Submitted by: Division of Operations

VOTE	FOR	AGAINST	ABSTAIN	ABSENT	
Richard French	101	X	ADSTAIN	ADSENI	
Perry Shell	X				
Boyd Owle	X				
Bucky Brown	X	 			
Tom Wahneetah	X				
David Wolfe	X				
Adam Wachacha	Х				
Bo Crowe		Х			
Chelsea Saunooke				X	
Albert Rose		Х			
Dike Sneed		Х			
Tommye Saunooke		X			
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VETO UPHELD () VETO DENIED ()) 1	DATE: 9/17/2020		
I horoby cortify that	the foregoing act of t	the Council was duly:			