## MIDLAND ISD PURCHASING DEPARTMENT

WELCOMES YOU

Commodity Code Training

#### What is a commodity Code?

Commodity codes are standard classification codes for products and services used to detail where money is spent.

#### What is the purpose of a commodity code?

Using these codes tells Procurement Services what kinds of items are purchased most, so we can build better contracts to serve your needs.

#### How do these codes help us?

Better contracts mean better pricing from our suppliers, and hopefully, better service. Commodity codes let us review rates for each supplier, as well as suppliers offering the same exact product, and make contractual changes to give the UW the best possible price. You'll see more contracts to purchase from, a dedicated contract specialist for purchases at the supplier, and the best pricing we can obtain.

What email address do invoices need to be sent to? misdinvoices@midlandisd.net

#### Why are commodity codes important?

Commodity codes allow us to look at what is spent in a campus or department and compare it with other institutions. Are you paying the same price as the school district comparable to our size? Is our neighbor getting better rates?

#### How do I know we are getting close to the purchasing thresholds for this commodity?

The information will be located with our finance system(Skyward) We can build a qualifier in the system that will alert purchasing and our users.

#### Why do we need to worry about commodity codes?

44.031. Purchasing contracts (a) Except as provided by this subchapter, all school district contracts for the purchase of goods and services, except contracts for the purchase of produce or vehicle fuel, valued at \$50,000 or more in the aggregate for each 12-month period shall be made by the method, of the following methods, that provides the best value for the district:

# SKYWARD BUSINESS

Below is the quick link to Texas Comptroller of Public Accounts.

**Commodity Code Book** 

### QUESTIONS?

Thank You For Attending