STATE UNIVERSITY SYSTEM OF FLORIDA BOARD OF GOVERNORS Budget and Finance Committee

June 22, 2023

SUBJECT: Public Notice of Intent to Amend Board of Governors Regulation 18.001 Procurement

PROPOSED COMMITTEE ACTION

Approve the Public Notice of Intent to Amend Regulation 18.001.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution; Board of Governors Regulation Development Procedures

BACKGROUND INFORMATION

This regulation sets forth the formal competitive solicitation threshold as \$75,000 for the State University System (SUS). The last time the threshold was reviewed and increased was in 2008.

The SUS Inter-Institutional Committee on Procurement (ICOP) has spent several months looking at this issue and reviewing federal, state, and university procurement thresholds.

Federal Procurement - In 2020, the federal government procurement threshold was increased from \$150,000 to \$250,000 (48 CFR Part 2 Subpart 2.101). **State Procurement** – Florida is \$35,000; Texas is \$50,000; Colorado and Oregon use \$150,000; and Virginia's threshold is \$200,000.

University Procurement – University of Colorado - \$500,000; University of Oregon - \$150,000; University of Virginia and University of Maryland - \$200,000; University of California System Campuses - \$100,000; University of North Carolina System - \$100,000; and Michigan institutions set their own thresholds ranging from \$5,000 to \$250,000.

The ICOP recommendation is to set the new threshold at \$150,000 and review the threshold every three years and make recommendations on an adjustment to the threshold based on the Consumer Price Index for All Urban Consumers (CPI-U).

This regulation has been shared with the universities.

Supporting Documentation Included:

Facilitators/Presenters: