California Community Colleges

MEMORANDUM
January 16, 2019

FP 19-01 | Via Email

TO: Chief Business Officers
Facilities Directors

FROM: Carlos Montoya, Director
Facilities Planning and Utilization
College Finance and Facilities Planning Division

RE: Contract Bid Threshold, Annual Adjustment

Public Contract Code (PCC) section 20651(a) requires the governing board of any community college district to competitively bid and award contracts involving an expenditure of more than $50,000 for any of the following:

1. The purchase of equipment, materials, or supplies to be furnished, sold, or leased to the district.
2. Services that are non-construction; and,
3. Repairs, including maintenance as defined in PCC section 20656, that are not public projects as defined in PCC section 22002(c).

The Board of Governors of the California Community Colleges, pursuant to PCC section 20651(d) shall annually adjust the $50,000 amount specified in section 20651(a) to reflect the percentage change in the annual average value of the Implicit Price Deflator for the prior fiscal year rounded to the nearest one hundred dollars ($100). The Board of Governors has delegated this responsibility (through standing orders) to the Chancellor.

The applicable adjustment of **3.39%** applied to the current bid threshold of $90,200 results in **the new threshold of $92,600** (rounded to the nearest one hundred). This new bid threshold shall commence with the 2019 calendar year.

Please direct questions regarding this subject to Hoang Nguyen, at (916) 327-5363 or hnguyen@cccco.edu.