POLICY ALERT

Date: September 22, 2006
To: Child and Adult Care Food Program-Child Care Centers (CACFP-CCC) Contractors
Subject: Procurement Thresholds
Effective Date: Immediately

Purpose
This Policy Alert REVISES the thresholds for procurement in the following subsections of Section 7000, Procurement of the CACFP-CCC Handbook:
• 7210, Small Purchase
• 7220, Competitive Sealed Bids
• 7230, Competitive Negotiation

Implementation
Immediately

Procedure
The procurement threshold for purchases has been revised.

Purchases less than $25,000
For purchases less than $25,000, competitive procurement is not required. CCC contractors will use the small purchase procedures. Small purchase procedures require the CCC contractor to obtain price quotations from an adequate number of qualified sources.

Purchases greater than $25,000
For purchases greater than $25,000, competitive procurement is required. CCC contractors must use one of the following methods of procurement:
• Competitive sealed bid
• Formal advertising method

Contact
If you have any questions please contact your Area Program Office.

This Policy Remains in Effect Until Further Notice