

Australian Capital Territory

# Government Procurement Regulation 2007

Subordinate Law SL2007-29

The Australian Capital Territory Executive makes the following regulation under the *Government Procurement Act 2001*.

Dated 26 September 2007.

JON STANHOPE Minister

ANDREW BARR Minister

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Australian Capital Territory

# Government Procurement Regulation 2007

Subordinate Law SL2007-29

made under the

**Government Procurement Act 2001** 

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### Part 1 Preliminary

### 1 Name of regulation

This regulation is the Government Procurement Regulation 2007.

### 2 Commencement

This regulation commences on the day the *Government Procurement Amendment Act 2007* commences.

*Note* The naming and commencement provisions automatically commence on the notification day (see Legislation Act, s 75 (1)).

### 3 Notes

A note included in this regulation is explanatory and is not part of this regulation.

*Note* See the Legislation Act, s 127 (1), (4) and (5) for the legal status of notes.

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Section 4

### Part 2 Government procurement quotation and tender thresholds

### 4 Application—pt 2

- (1) This part does not apply to procurement by the Territory or a territory entity under a standing-offer contract.
- (2) In this section:

*standing-offer contract* means a contract to supply goods, services or works or a common-use contract that the Territory or a territory entity may procure from time to time during a stated period.

### 5 Procurement of goods or services less than \$5 000

A territory entity must seek at least 1 oral quotation from a supplier for the procurement of goods or services if the total estimated value of the procurement is less than \$5 000.

# 6 Procurement of goods or services for \$5 000 or more and less than \$100 000

A territory entity must seek at least 3 written quotations from suppliers for the procurement of goods or services if the total estimated value of the procurement is \$5 000 or more and less than \$100 000.

### 7 Procurement of works less than \$20 000

A territory entity must seek at least 1 oral quotation from a supplier for the procurement of works if the total estimated value of the procurement is less than \$20 000.

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# 8 Procurement of works for \$20 000 or more and less than \$100 000

A territory entity must seek at least 3 written quotations from suppliers for the procurement of works if the total estimated value of the procurement is \$20 000 or more and less than \$100 000.

# 9 Procurement of goods, services or works for \$100 000 or more

A territory entity must invite public tenders for the procurement of goods, services or works if the total estimated value of the procurement is \$100 000 or more.

# 10 Procurement of goods, services or works—exemption from quotation and tender requirements

(1) The responsible chief executive officer for a territory entity may, in writing, exempt the entity from a requirement mentioned in section 6, 7, 8 or 9 for a particular procurement proposal.

*Note 1* **Responsible chief executive officer**—see the Act, dictionary.

- *Note 2* For a chief executive officer's power of delegation, see the *Public* Sector Management Act 1994, div 3.5.
- (2) However, the responsible chief executive officer may exempt the entity only if satisfied, on reasonable grounds, that the benefit of the exemption outweighs the benefit of compliance with the requirement.

#### Examples-when exemption may be given

- 1 only 1, or a limited number of, suppliers is available because of a need to buy equipment that is compatible with existing equipment, or because of a supplier's specialist knowledge
- 2 only 1 supplier can supply a particular good or service

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Part 2

- 3 standardisation of a product is agreed after public tenders are called for the original equipment
- 4 the time within which a particular procurement activity must be completed prevents public tenders being called.
- *Note* An example is part of the regulation, is not exhaustive and may extend, but does not limit, the meaning of the provision in which it appears (see Legislation Act, s 126 and s 132).
- (3) If the responsible chief executive officer exempts an entity, the chief executive officer may, in writing, direct the entity to do 1 or more of the following:
  - (a) seek a stated kind or number of quotations for the procurement;
  - (b) invite a tender from a stated supplier for the procurement.
- (4) An exemption must state—
  - (a) the procurement proposal to which it applies; and
  - (b) the responsible chief executive officer's reasons for giving the exemption; and
  - (c) any direction to which it is subject under subsection (3).

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### Part 3 Miscellaneous

### 11 Procurement proposals of territory entities—Act, s 6 (c)

- (1) The following procurement proposals of territory entities must be reviewed by the board:
  - (a) a procurement proposal that has a total estimated value of \$5 million or more, unless the proposal is covered by an endorsed strategic procurement plan;
  - (b) a procurement proposal of a territory entity (other than an administrative unit) that has a total estimated value of \$1 million or more, unless the proposal is covered by an endorsed strategic procurement plan;
  - (c) a procurement proposal in relation to information and communications technology that includes an element of system development or redesign and has a total estimated value of \$1 million or more;
  - (d) a disposal that has a total estimated value of \$1 million or more.
- (2) In this section:

*endorsed strategic procurement plan* means a procurement plan that—

- (a) states that it applies to separate procurement proposals, or activities, of a stated kind; and
- (b) has been endorsed by the board as a strategic procurement plan.

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#### Part 3 Miscellaneous

Section 12

### 12 Procurement proposals—minimum requirements

- (1) This section applies to a procurement proposal that may be reviewed by the board.
- (2) The procurement proposal must—
  - (a) address the matters the entity must have regard to under the Act, section 22A (3) (Procurement principle—value for money); and
  - (b) include—
    - (i) the evaluation methodology to be used to decide the successful supplier; and
    - (ii) the evaluation criteria to be applied to the procurement; and
    - (iii) the contract management arrangements to be applied to the procurement.

### 13 Procurement procedure

- (1) The Minister may give directions about the management of the procurement activities of territory entities.
- (2) A direction is a notifiable instrument.

*Note* A notifiable instrument must be notified under the Legislation Act.

### 14 Confidentiality of information—Act, s 35 (1) (a) (vi)

The following information is prescribed:

- (a) information that, if disclosed, would have a significant adverse effect on the financial or property interests of the Territory or of a territory entity;
- (b) information that, if disclosed, would unreasonably constrain the development or consideration of policy alternatives by government.

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### 15 Regulation repealed

The Government Procurement (Quotation and Tender Thresholds) Guideline 2003 (No 1), to which the Act, section 100 (Procurement guideline) applies, is repealed.

*Note* Under the Act, s 100 the *Government Procurement (Quotation and Tender Thresholds) Guideline 2003 (No 1)* is taken to be a regulation made under the Act and may be repealed as if it had been made as a regulation by the Executive under the Act, s 52.

### Endnotes

#### 1 Notification

Notified under the Legislation Act on 28 September 2007.

### 2 Republications of amended laws

For the latest republication of amended laws, see www.legislation.act.gov.au.

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