# Fact sheet – Thresholds applying to public construction procurement (Quick guide)

This fact sheet identifies and summarises provisions in the [Ministerial Directions and the Instructions for Public Construction Procurement](https://www.dtf.vic.gov.au/public-construction-policy-and-resources/ministerial-directions-and-instructions-public-construction-procurement) that are threshold based.

Separate lists are presented for Works and Construction Services.

Notes:

* Multiple requirements may apply to a procurement.
* This fact sheet presents a summary of relevant requirements based on the monetary threshold. The Ministerial Directions and Instruction may contain provisions that allow alternative processes, subject to approval, to be followed.
* The Ministerial Directions and Instructions contain other provisions that are not threshold based. You must address all of the requirements in the Ministerial Directions and Instructions when undertaking public construction procurement.
* Agencies must apply Victoria’s Social Procurement Framework from 1 September 2018.

## Help and support

If you have any queries, please do not hesitate to contact the Construction Policy Team on 03 9651 5300 or by email: [construction.procurement@dtf.vic.gov.au](mailto:construction.procurement@dtf.vic.gov.au).

| **Works** | | | |
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| **Threshold value $ (inclusive of GST)** | | **Requirement** | **Further information** |
| 0 | above | Australia New Zealand Government Procurement Agreement provisions apply  Certain carve outs apply | [Complying with the Australia New Zealand Government Procurement Agreement (Instruction 2.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/complying-international-agreements-direction-21-and-instructions-21-and-22) |
| 50,000 | below | Invite one potential tender participant to participate in a Limited Tender | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
| 50,000 | at or above and below 500,000 | Invite three potential tender participants to participate in a Limited Tender | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
| 100,000 | at or above | Publish summary details of procurement undertaken | [Publishing details of procurements undertaken (Instruction 5.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/publishing-details-procurement-undertaken-direction-and-instruction-52) |
| 500,000 | at or above | Invite:   * open tenders, or * Selective Tenders | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
|  | at or above | Forward notice required for:   * open tenders, or * Selective Tenders. | [Forward notices (Instruction 5.1)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/forward-notices-direction-and-instruction-51) |
|  | at or above | Tender Notice required for:   * open tenders, or * Selective Tenders. | [Tender Notices (Instruction 3.4)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/tender-notices-direction-and-instruction-34) |
|  | at or above | Mandatory evaluation criteria for OHS management apply | [Evaluation criteria (Instruction 3.7)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/evaluation-criteria-direction-and-instruction-37) |
|  | at or above | Mandatory evaluation criteria for IR management apply | [Evaluation criteria (Instruction 3.7)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/evaluation-criteria-direction-and-instruction-37) |
|  | at or above | Supplier performance reporting applies to contract starting after 1 July 2018 | [Supplier performance and shared reporting requirements (Instruction  8.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/supplier-performance-and-shared-reporting-regime-direction-and-instruction-82) |
| 1,000,000 | below | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in regional areas – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | above | Victorian Industry Participation Policy provisions apply to projects in regional areas | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | at or above and below 20,000,000 | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in regional areas – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
| 3,000,000 | below | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in metropolitan area – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | above | Victorian Industry Participation Policy provisions apply to projects in metropolitan area | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | at or above and below 20,000,000 | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in metropolitan area – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
| 9,247,000 | above | International Agreement provisions apply Certain carve outs apply | [Complying with International agreements (Instruction 2.1).](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/complying-international-agreements-direction-21-and-instructions-21-and-22) |
| 10,000,000 | above | Publication of full text of the contract in addition to summary details of procurement undertaken | [Publishing details of procurements undertaken (Instruction 5.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/publishing-details-procurement-undertaken-direction-and-instruction-52) |
|  | above | Prepare probity plan | [Managing probity in public construction procurement (Instruction 4.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/managing-probity-public-construction-procurement-direction-and-instruction-42) |
| 20,000,000 | above | Major Projects Skills Guarantee provisions apply | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | above and below 50,000,000 | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to all projects – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
| 50,000,000 | above | Victorian Industry Participation Policy Strategic Projects provisions apply | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | above | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to all projects – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |

| **Construction Services** | | | |
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| **Threshold value $ (inclusive of GST)** | | **Requirement** | **Further information** |
| 0 | above | Australia New Zealand Government Procurement Agreement provisions apply  Certain carve outs apply | [Complying with the Australia New Zealand Government Procurement Agreement (Instruction 2.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/complying-international-agreements-direction-21-and-instructions-21-and-22) |
| 50,000 | below | Invite a single potential tender participant to participate in a Limited Tender | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
| 50,000 | at or above and below 200,000 | Invite three potential tender participants to participate in a Limited Tender | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
| 100,000 | at or above | Publication of summary details of procurement undertaken | [Publishing details of procurements undertaken (Instruction 5.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/publishing-details-procurement-undertaken-direction-and-instruction-52) |
| 200,000 | at or above | Invite:   * open tenders, or * Selective Tenders. | [Competition and contestability (Instruction 3.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/competition-and-contestability-direction-and-instruction-32) |
|  | at or above | Forward notice required for:   * open tenders, or * Selective Tenders. | [Forward notices (Instruction 5.1)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/forward-notices-direction-and-instruction-51) |
|  | at or above | Tender Notice required for:   * open tenders, or * Selective Tenders. | [Tender Notices (Instruction 3.4)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/tender-notices-direction-and-instruction-34) |
|  | at or above | Mandatory evaluation criteria for OHS management apply | [Evaluation criteria (Instruction 3.7)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/evaluation-criteria-direction-and-instruction-37) |
|  | at or above | Supplier performance reporting applies to contracts starting after 1 July 2018 | [Supplier performance and shared reporting requirements (Instruction 8.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/supplier-performance-and-shared-reporting-regime-direction-and-instruction-82) |
| 657,000 | above | International Agreement provisions apply  Certain carve outs apply | [Complying with International agreements (Instruction 2.1).](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/complying-international-agreements-direction-21-and-instructions-21-and-22) |
| 1,000,000 | below | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in regional areas –  refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | above | Victorian Industry Participation Policy provisions apply for projects undertaken in regional areas | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
|  | at or above and below 20,000,000 | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in regional areas –  refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
| 3.000.000 | below | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to projects in metropolitan area – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
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| 10,000,000 | above | Publication of full text of the contract in addition to summary details of procurement undertaken | [Publishing details of procurements undertaken (Instruction 5.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/publishing-details-procurement-undertaken-direction-and-instruction-52) |
|  | above | Prepare probity plan | [Managing probity in public construction procurement (Instruction 4.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/managing-probity-public-construction-procurement-direction-and-instruction-42) |
| 20,000,000 | above and below 50,000,000 | [Social Procurement Framework](http://www.procurement.vic.gov.au/Suppliers/Social-Procurement-Framework) applies to all projects – refer scalable approach required | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
| 50,000,000 | above | Victorian Industry Participation Policy Strategic Projects provisions apply | [Contractual terms and conditions (Instruction 7.2)](https://www.dtf.vic.gov.au/ministerial-directions-and-instructions-public-construction-procurement/contractual-terms-and-conditions-direction-and-instruction-72) |
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