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

This fact sheet 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 a 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. Agencies must address all of the requirements in the Ministerial Directions and Instructions when undertaking public construction procurement.

## Help and support

If you have any queries, please contact the Construction Policy Team on 03 7005 9533 or by email: construction.procurement@dtf.vic.gov.au.

| **Works** |
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| **Threshold value $(inclusive of GST unless otherwise stated)** | **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 | Disclose 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 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 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) |
| 1,000,000exclusive of GST) | below | Social Procurement Framework applies 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) |
|  | above | Local Jobs First - Victorian Industry Participation Policy applies 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 (exclusive of GST) | Social Procurement Framework applies 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) |
| 3,000,000(exclusive of GST) | below | Social Procurement Framework applies 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) |
|  | above | Local Jobs First - Victorian Industry Participation Policy applies 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 (exclusive of GST) | Social Procurement Framework applies 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) |
| 9,819,000 | above | International Agreement provisions applyCertain 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 | Disclose full text of 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(exclusive of GST) | above | Local Jobs First - Major Projects Skills Guarantee applies | [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 | Building Equality Policy applies to projects tendered on or after 1 January 2022 | [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 (exclusive of GST) | Social Procurement Framework applies to all projects | [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(exclusive of GST) | above | Local Jobs First - Victorian Industry Participation Policy Strategic Projects applies | [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 applies to all projects | [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 | Disclose 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 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 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) |
| 697,000 | 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(exclusive of GST) | below | Social Procurement Framework applies 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) |
|  | above | Local Jobs First - Victorian Industry Participation Policy applies 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 (exclusive of GST) | Social Procurement Framework applies 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) |
| 3.000.000(exclusive of GST) | below | Social Procurement Framework applies 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) |
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|  | 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(exclusive of GST) | above and below 50,000,000 (exclusive of GST) | Social Procurement Framework applies to all projects | [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(exclusive of GST) | above | Local Jobs First - Victorian Industry Participation Policy Strategic Projects applies | [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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