



Treasury Board of Canada
Secretariat

Secrétariat du Conseil du Trésor
du Canada

Canada

Procurement Policy Update TB Policy Suite Reset Phase 1 Launch

New Treasury Board rules effective as of April 2019

Canadian Institute for Procurement and Materiel Management
June 5, 2019



Foundations for Effective Planning and Management

The new approach aims to put the right conditions in place to support sound decision making and execution at each step of the investment lifecycle

BUILDING THE FOUNDATIONS...



CLEAR ACCOUNTABILITIES

Empowering the right actors to have influence on their areas of responsibility



INTEGRATED PLANNING AND DECISION-MAKING

Enabling all actors to inform decisions and processes with their perspectives



CALIBRATED OVERSIGHT

Striking a better balance between risk and return when mandating oversight



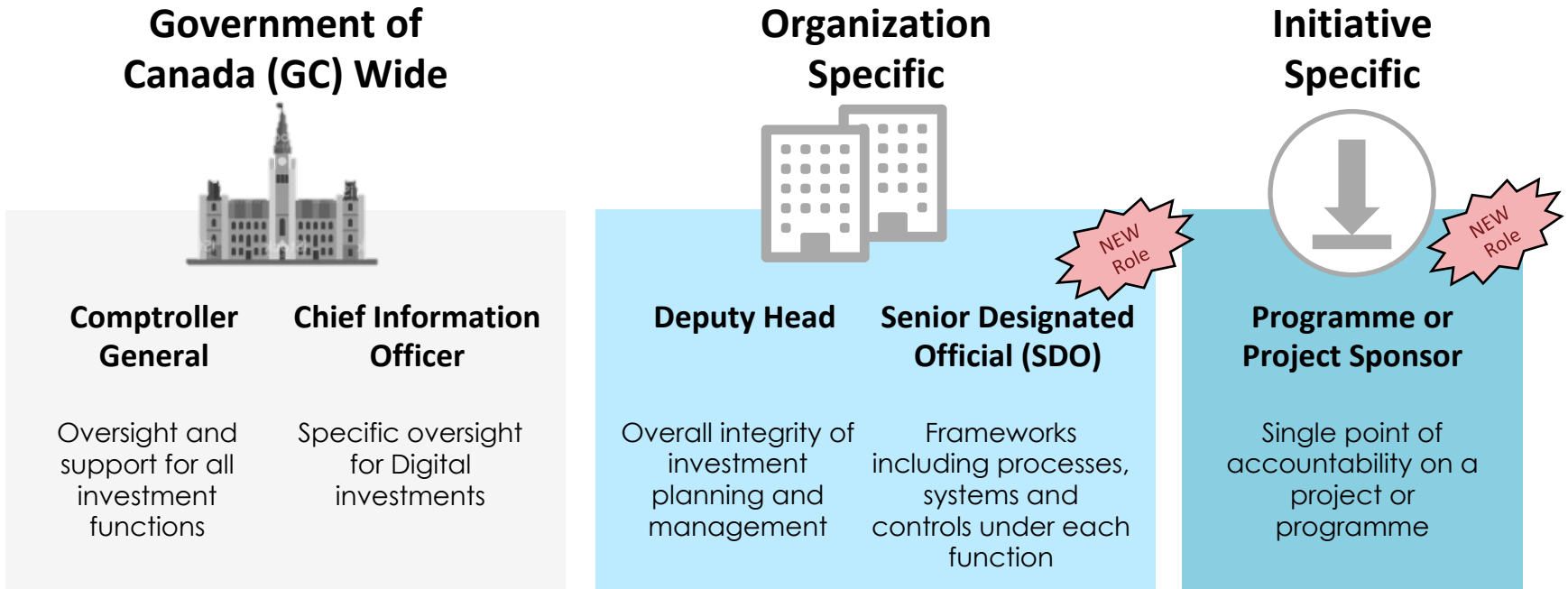
CAPACITY BUILDING

Equipping people and organizations with the tools needed for a more responsive workforce

LEADING TO BETTER PLANNING AND MANAGEMENT OF INVESTMENTS

Clear Accountabilities

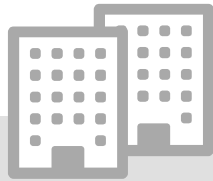
The new instruments are meant to make it easier for all stakeholders to understand their roles and responsibilities by formalizing a few central roles



Capacity Building

The rules bring capacity building to the forefront by making it an explicit part of the duties of several senior-level roles

Departmental Capacity



Deputy Heads

Ensure systems and processes are appropriate (e.g., enable effective life-cycle management)

SDOs

Focus on community support, advice to the Deputy Head, and the creation of a framework for the function in the department

Workforce Capacity



Comptroller General

Support GC-wide leadership and professional development of functional communities

SDOs

Identify and address departmental needs for knowledge, skills, and experience

Changes in effect as of April 2019

Phase 1 introduces the overarching Policy and begins the updates toward full implementation of the new policy suite



New

Overarching Policy
Policy on the Planning and Management of Investments

First associated Directive
Directive on the Management of Projects and Programmes



Amended

Contracting Policy

Technical updates to:

Accessibility Standard
Fire Protection Standard
Reporting Standard



No longer in effect*

Framework for the Management of Acquired Services and Assets

Policy on Investment Planning (Acquired Services & Assets)

Policy on the Management of Projects

Procurement Review Policy

***October 2019**

See Annex A for the suite in effect when Phase 2 will be launched

Phase 1 - Contracting Policy amendments

Approved

- Increased all Basic contract entry limits for inflation (25%)
- Streamlined basic limits table; remove traditional and amendment amounts; simplified language
- Updated exceptional limits where practical
- Added a requirement for departments to consider accessibility when setting procurement requirements and strategies, and provide justification on file if it's not feasible to do so
- Changed approval of contracts with former public servants

Objective



To realize immediate benefits of some proposed Policy Suite Reset amendments

Expected Outcomes

Bring entry limits up to date with inflation

TB Ministers focus on higher cost procurements

Allows additional time for development and consultation of new procurement directive

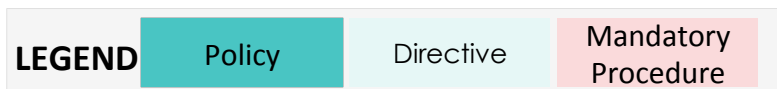
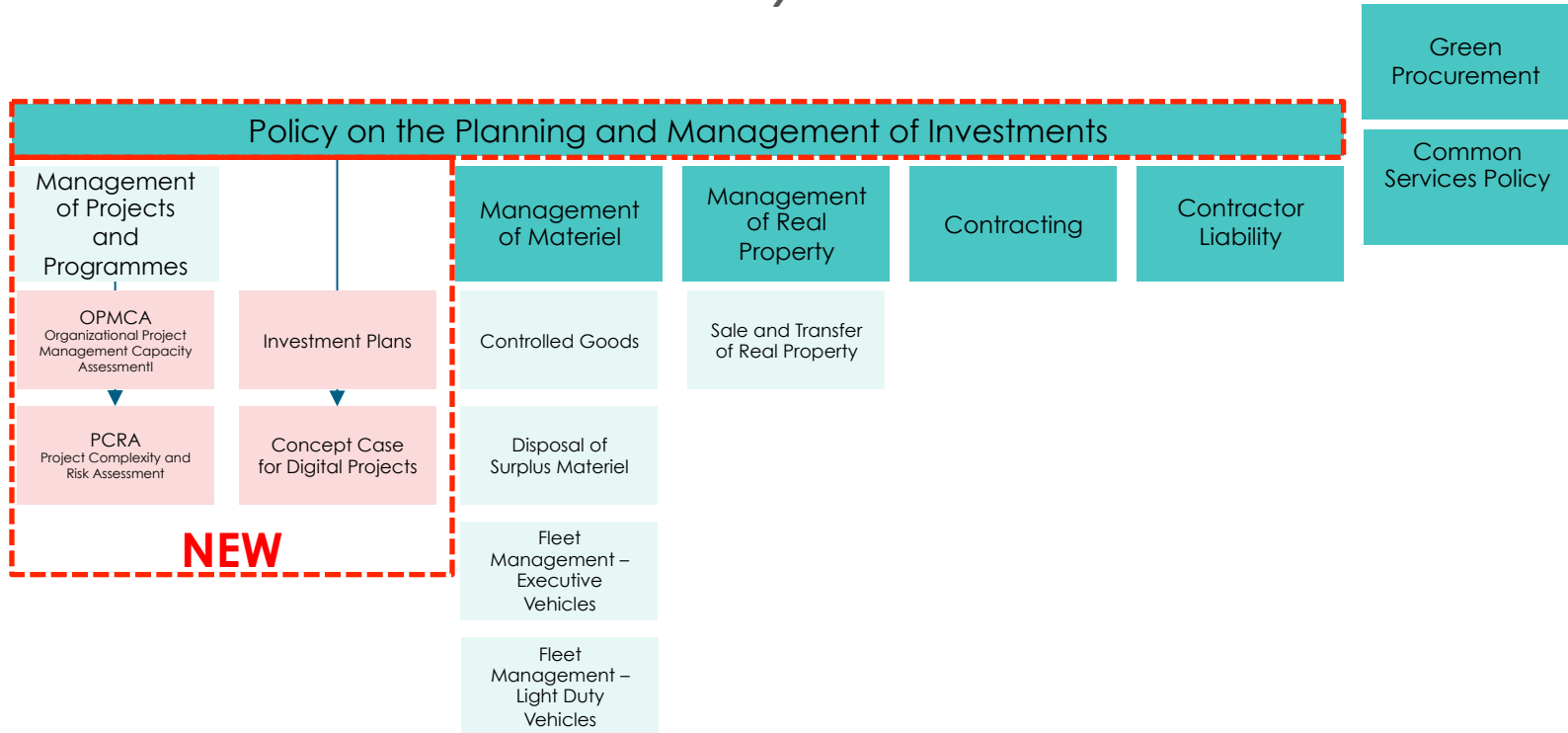
New Contracting Entry Limits

Table 1: Comparison of revised **Basic limits**.

Commodity Grouping	Contracting Authority	Previous Limits						New	
		Competitive				Non-Competitive		Competitive	Non-Competitive
		Electronic Bidding		Traditional		Entry	Amd	Entry & Amd Combined	
		Entry	Amd	Entry	Amd	Entry	Amd		
Construction	All Departments and Agencies not specifically named herein	400 K	200 K	400 K	200 K	40 K	40 K	750 K	100 K
	Public Services and Procurement Canada	40 M	20 M	10 M	5 M	500 K	500 K	75 M	1.25 M
Goods	All Departments and Agencies not specifically named herein	400 K	200 K	400 K	200 K	40 K	40 K	750 K	100 K
	Public Services and Procurement Canada	40 M	20 M	10 M	5 M	2 M	1 M	75 M	3.75 M
	Shared Services Canada	40 M	20 M	10 M	5 M	2 M	1 M	60 M	3 M
	Department of National Defence	400 K	200 K	400 K	200 K	40 K	40 K	7.5 M	375 K
Services	All Departments and Agencies not specifically named herein	2 M	1 M	400 K	200 K	100 K	50 K	3.75 M	200 K
	Public Services and Procurement Canada	20 M	10 M	10 M	5 M	3 M	1.5 M	37.5 M	5.75 M
	Shared Services Canada	20 M	10 M	10 M	5 M	3 M	1.5 M	30 M	4.5 M
	Department of Transport	4 M	2 M	2 M	1 M	100 K	100 K	7.5 M	250 K
	Department of Fisheries & Oceans	4 M	2 M	400 K	200 K	100 K	50 K	7.5 M	200 K
	Department of National Defence	2 M	1 M	400 K	200 K	100 K	50 K	7.5 M	375 K

Interim State

The following policy suite is in effect from April 2019 until Phase 2 is approved by Treasury Board

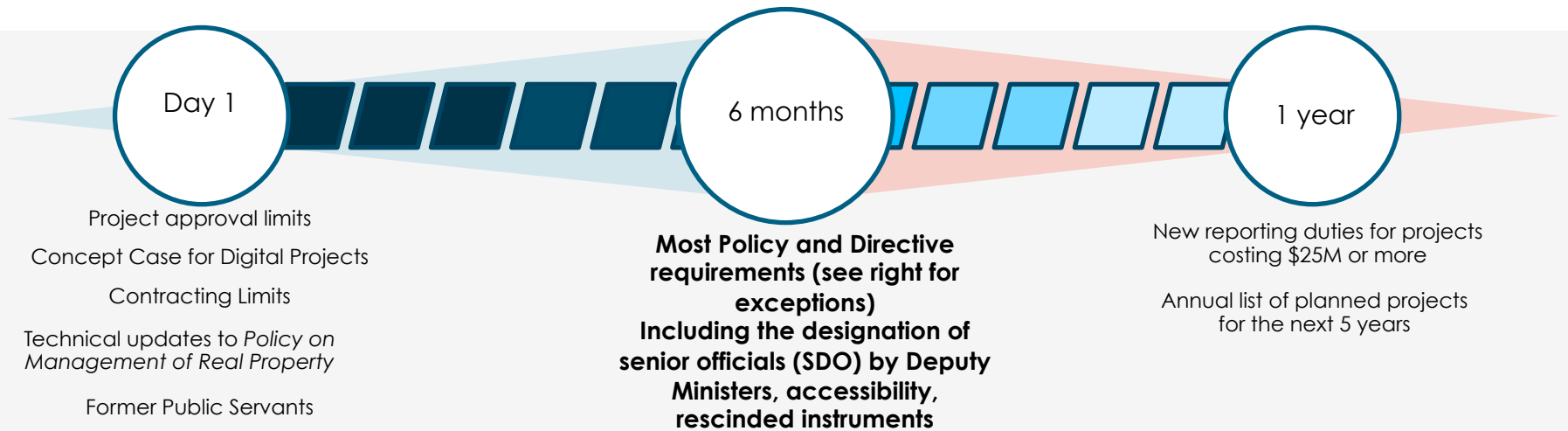


Phase 2 will replace the remaining instruments with three Directives and their Mandatory Procedures, and minor amendments may be made to the overarching Policy

When will requirements apply for Phase 1?

To make for an easier transition, most requirements come into effect six months after April 2019

IMPLEMENTATION TIMELINE



... however, some projects are exempt provided they meet a specific set of criteria

In-flight (i.e., underway)



Final authorities in place as of
DATE



Scheduled to close before
April 1, 2020

TBS will support you (Phase 1)

TBS will issue guidance products regarding key aspects of the new rules, and will be available to engage with you on implementation through Working Groups

What's coming for procurement?

Senior Designated Officials

Entry limit changes

Accessibility

Socio Economic Benefits

Former Public Servants

Annual update to the Investment Plan

Governance

Joint and Enterprise projects

Other related subjects...

When?

Guidance deemed critical will be made available at the time of Policy approval

Other guides and useful information will follow throughout the spring

Where?

Guidance are posted on [GCPedia](#) and the [Project Management Hub](#)

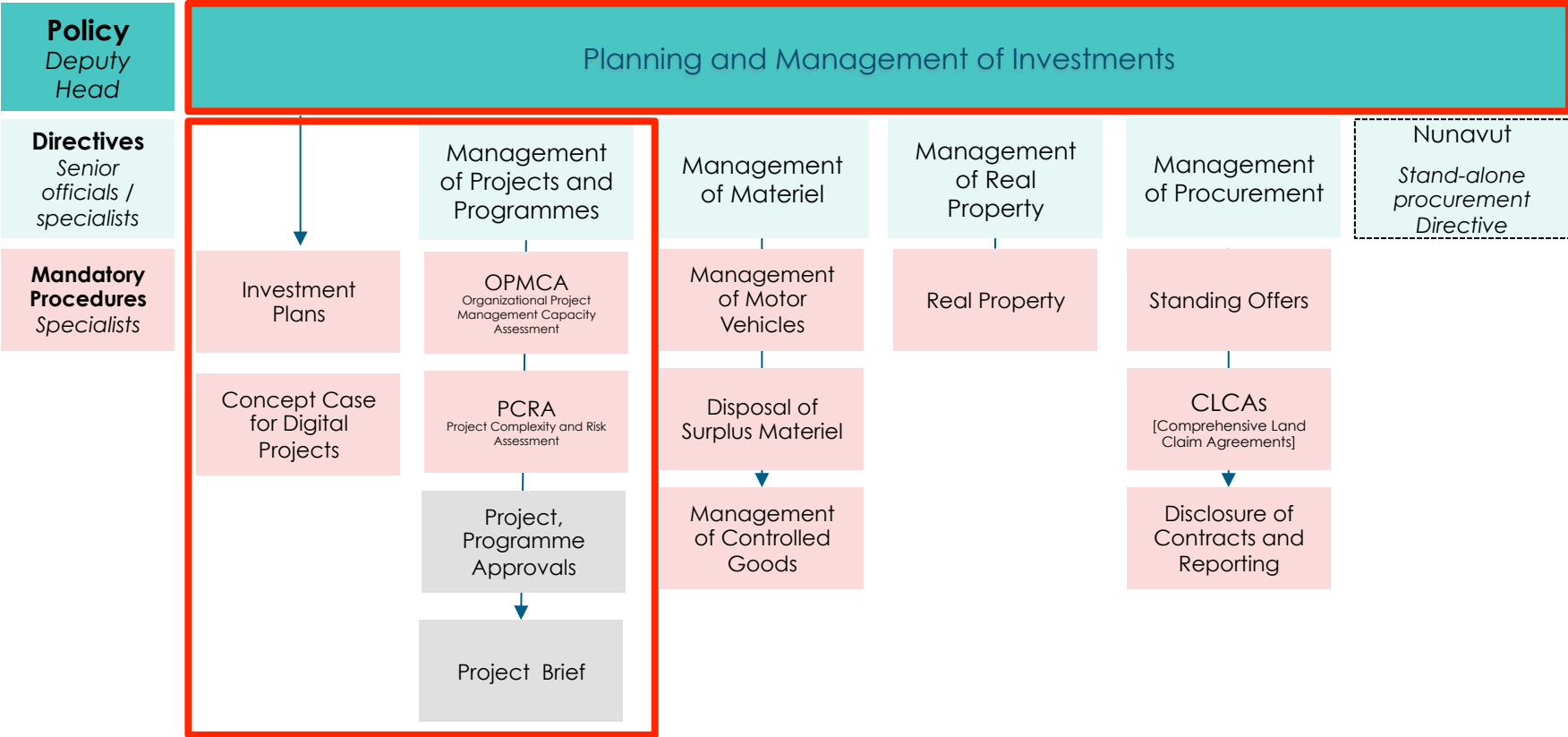
It will also be shared with the appropriate subject interest communities

*Enquiries can be directed to the Acquired Services and Assets Sector of TBS
Products will continue to evolve as both phases progress through implementation*

Annex

Annex A - The Future Policy Suite

Proposed TB Acquired Services and Assets Policy Suite*



This suite will be implemented in two phases, starting with a first wave of changes

*See Annex B for the interim state between implementation of Phase 1 and Phase 2