

PROCEDURE

Effective Date: July 1, 2018

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Approved by: Chief Procurement Officer

Authority: [LAC 34:XIII.U525.A.36](#)

See Also:

[POL-U501](#) (*Methods and Thresholds for Procuring Goods & Services*)

[PRO-U525.A](#) (*Exceptions to the Competitive Solicitation Process*)

PRO-U525.A.36 SMALL PURCHASES

This procedure applies to the procurement of goods and services which are considered small purchases. No competitive process is required. Small purchases shall not be artificially divided to circumvent the competitive solicitation process.

For single purchases that are \$10,000 or greater, recurring procurements, or combined purchases of like items with an aggregate cost of \$10,000 or greater within a consecutive 12-month period, small purchase procedures do not apply.

Important Notes:

- **IF A MASTER CONTRACT FOR GOODS AND OR SERVICES EXISTS, THIS PROCEDURE DOES NOT APPLY. THE MASTER CONTRACT MUST BE USED.**
- If a supplier requires signature on an agreement, contract, or any other form, includes terms & conditions and requires signature, the document must be submitted to Procurement Services for review/execution **prior** to making the purchase.

Definitions:

1. *Recurring Procurements – repeated purchases of goods and services in a 12-month period based on the department’s established need. Items that are of the same commodity/usage but may or may not be identical by Manufacturer, SKU or Distributor are considered ‘like items’ (i.e. single fold, multi-fold, roll and center pull are types of paper towels) and may also be recurring.*
2. *Single Procurement – one-time purchase of goods and services in conjunction with the department’s established need.*
3. *Small purchases - single procurement of goods and/or services for which the aggregate cost does not exceed the established small purchase threshold and where a master contract cannot be used.*

Restrictions:

1. Taggable moveable property (equipment; all items of movable property having an acquisition cost of \$1,000 or more including freight, taxes, installation, and professional fees) as defined by LSU Property Management.
2. Public Works (Title 38) contracts in accordance with PS-84.
3. Services of a professional, specialty, or consulting service nature (PSC) where a contract is required.

Action by:

Dean, Director or
Department Head

Purchasing Agent
(User Department)

Action:

1. **Assigns** responsibility for purchases to department employees and ensures that procurement duties within department are appropriately segregated.
2. **Determines** if good/service is available on an existing master contract:
 - a. If **“YES”**, skip to Action Step #4 below.
 - b. If **“NO”**, proceed to Action Step #3 below.
3. **Confirms** that the purchase to be made is in compliance with the small purchase guidelines above.
4. **Ensures** positive efforts were made to utilize a certified Historically Underutilized Business (HUB), whenever possible. HUBs include (Small, Disable-Owned, Disadvantaged, LGBT-Owned, Minority-Owned, Veteran-Owned, or Women-Owned Business).
5. **Chooses** appropriate method to complete the order process:
 - a. **Creates** a requisition in Workday (*Punch-out* requisition if available via supplier website; *Request for Non-Catalog Items* for all other items) and routes the requisition for approval, then Procurement Services processing.
 - b. **Utilizes** a Purchasing Card (LaCarte) when applicable and within user limits. (See PRO-U525.A)
6. **Receives** goods or services and reconciles invoice(s) with established accounting procedures.