



DEPARTMENT OF THE TREASURY
WASHINGTON, D.C. 20220

January 21, 2010

MEMORANDUM FOR BUREAU CHIEF PROCUREMENT OFFICERS

FROM: Thomas A. Sharpe, Jr. 
Senior Procurement Executive

SUBJECT: Class Deviation from the Federal Acquisition Regulation (FAR),
Implementation of Increased Thresholds for Trade Agreements

Effective as of the date of this memorandum, all Treasury Bureau Procurement Offices are authorized to deviate from the Federal Acquisition Regulation (FAR) with respect to implementation of new thresholds for trade agreements.

On December 29, 2009 the United States Trade Representative established new thresholds for application of Title III of the Trade Agreements Act, which implements U.S. trade agreement obligations. These thresholds became effective January 1, 2010. The FAR has not yet been updated to incorporate these increased thresholds.

When determining the applicability of trade agreements to procurements, contracting officers shall use the values in the Table provided below in lieu of the Table at FAR 25.402(b). Contracting officers shall also substitute the new threshold values wherever they appear in the FAR

Trade Agreement	Supply Contract (equal to or exceeding)	Service Contract (equal to or exceeding)	Construction Contract (equal to or exceeding)
WTO GPA	\$203,000	\$203,000	\$7,804,000
FTAs			
Australia FTA	70,079	70,079	7,804,000
Bahrain FTA	203,000	203,000	9,110,318
CAFTA-DR Costa Rica, Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua	70,079	70,079	7,804,000

Trade Agreement	Supply Contract (equal to or exceeding)	Service Contract (equal to or exceeding)	Construction Contract (equal to or exceeding)
Chile FTA	70,079	70,079	7,804,000
Morocco FTA	203,000	203,000	7,804,000
NAFTA			
—Canada	25,000	70,079	9,110,318
—Mexico	70,079	70,079	9,110,318
Oman FTA	203,000	203,000	9,110,318
Peru FTA	203,000	203,000	7,804,000
Singapore FTA	70,079	70,079	7,804,000
Israeli Trade Act	50,000	—	—

This deviation remains in effect until issuance of the final rule effecting the FAR change, or until otherwise rescinded. The point of contact for this memorandum is Ms. Jean Carter, Office of the Procurement Executive, telephone (202) 622-6760, e-mail jean.carter@do.treas.gov.