

NOTICE
OF ADOPTION OF FINAL RULE

The Procurement Policy Board has adopted an amendment to **Chapter 4 Contract Changes** of its Rules pursuant to Section 311 of the New York City Charter. The amendment was published on January 14, 2009 in the City Record. A public hearing was held on February 18, 2009. The amendment was adopted by the Procurement Policy Board on March 4, 2009.

Basis and Purpose of the Amendment

The amendment changes the threshold for cumulative contract changes requiring CCPO approval from the greater of ten percent of the original contract amount or \$100,000 to the greater of ten percent of the original contract amount or \$500,000, in light of the increased costs of procuring goods, services and construction.

The Amended Rule

In the amendment, which immediately follows this notice, new material is underlined and deletions are bracketed.

Jose Maldonado, Chair

Subparagraph (ii) of paragraph (1) of subdivision (b) of section 4-02 of Title 9 of the Rules of the City of New York is amended as follows:

- (ii) changes in contract amount due to authorized additional or omitted work. Any such changes require appropriate price and cost analysis to determine reasonableness. In addition, except for non-construction requirements contracts, all changes that cumulatively exceed the greater of ten percent of the original contract amount or [~~\$100,000~~] \$500,000 shall be approved by the CCPO;