Notice re: Requirement to Use a Construction Purchase Order

December 1, 2025

Overview

Any construction work with a total cost of less than \$150,000 requires a Construction Purchase Order (PO). This PO must be issued by the campus Facilities Department and signed by the designated **campus delegate**. When the value of the construction work exceeds \$150,000, a construction agreement must be issued.

The Office of the State Architect (OSA) delegates authority to one individual, a campus delegate, at each CU campus to ensure compliance with these processes and procedures. The **campus delegate** is the individual authorized by the Colorado Office of the State Architect (OSA).

A construction purchase order is required for any project that makes improvements to a building or to the utilities or services that support a building or its surrounding grounds. A purchase cannot be exempted due to price.

Construction purchase orders require bilateral signatures. ¹ In other words, these agreements must be signed by the OSA campus delegate and by the project vendor.

Definition of Construction

Construction is defined by <u>Section 24-30-1301</u>, <u>C.R.S.</u> and the <u>CU Administrative Policy Statement 3002</u>. Under state law, the <u>Colorado Office of the State Architect</u> provides oversight for construction activities at state agencies and higher education institutions. This oversight includes:

- Solicitation and procurement of professional design and construction services
- Development of standard contract language
- Establishment of project management guidelines
- Adoption and enforcement of building codes

¹ See OSA Basic Steps, Part XIV Construction Contracting: https://osa.colorado.gov/sites/osa/files/documents/SBP-BasicStepsChecklist-2025_0.pdf

Construction Activities Include:

- 1. Acquisition of a capital asset or disposition of real property.
- 2. Construction, demolition, remodeling, or renovation of real property for:
 - a. Program changes.
 - b. Code compliance.
 - c. Health and safety improvements.
 - d. Energy conservation.
 - e. Cost savings in operations or maintenance.
 - f. Aesthetic improvements.
- 3. Site improvement or development of real property.
- 4. Installation of fixed or movable equipment necessary for operation of new or renovated spaces.
- 5. Contracting for professional services (architects, engineers, consultants) for planning, design, and supervision.
- 6. Corrective repairs or replacements, including improvements for health, life safety, and code compliance.

Examples of Construction Work:

- 1. Ground-up buildings and renovations of existing spaces.
- 2. Work that requires a building permit. Note that some work may be considered construction even if a building permit is not required.
- 3. Demolition of non-hazardous materials. Note that demolition of hazardous materials (asbestos, lead) always requires a contract and not a purchase order. Examples of asbestos or hazardous containing materials:
 - a. Hanging an item on a wall by drilling holes in\through asbestos containing materials.
 - b. Removing signage adhered to asbestos containing materials.
 - c. Removing attachments through asbestos containing materials.
 - d. Removing wall base that has asbestos containing mastic/glue.
 - e. Repairing a roof with asbestos containing materials.
- 4. Anything permanently attached to real property.
- 5. Installation or modification of structural components.
- 6. Installation of new utility piping, plumbing, and medical gas piping.
- 7. Replacement of a window.
- 8. Installation of cabinets permanently fastened to building.
- 9. Installation of exterior signage.
- 10. Emergency flood remediation the process of cleaning, drying, disinfecting, and rebuilding a property after a flood to make it safe, <u>including</u>:

- a. Removal of building finishes as part of the dry out.
- b. Restoration to its pre-flood condition.

Additionally, when repairing fire-rated construction, the building code requires specific repairs and has requirements that must be followed and maintained. For example, a California patch is not allowed in rated construction.

- 11. Drilling\cutting holes in fire rated partitions.
- 12. Replacement of light fixtures for energy saving upgrades and replacement of more than just a few fixtures (beyond normal maintenance).
- 13. Modifications or additions of furniture when the furniture has electrical or system connections, when the furniture densifies the space, or when it impacts egress routes.
- 14. Anything impacting ADA, accessibility, or has accessibility considerations that must be evaluated.
- 15. Fire Alarm, fire sprinkler, and life safety work.
- 16. Replacement of door hardware. A doorknob cannot be replaced without a purchase order because of accessibility concerns. If the function of the space and hardware is changing, it must be evaluated for code compliance.
- 17. Installation of security systems, cameras, low-voltage & data cabling, pathways, and access control hardware.

Non-Construction Work:

- 1. Purchases that do not include labor (exception: delivery).
- 2. Purchase of building materials only.
- 3. Non-professional services Custodial, snow removal, lawn mowing.
- 4. Routine maintenance including: changing gaskets, filter replacement, flushing system, light bulb replacement, door adjustment, and fire extinguisher recharging.
- 5. Emergency flood remediation the process of cleaning, drying, disinfecting, and make the area safe, and **does not** include: removal and replacement of building materials with the following exceptions:
 - a. Removal of floor base and drilling holes in walls to aid in dry out when materials are tested or certified not to contain asbestos or hazardous materials.
 - b. Replacement of floor base and small wall patches.
- 6. Installation of freestanding furniture that does not contain electrical connections, increase space density, or impede egress paths and travel.
- 7. Interior room\door signage or artwork.
 - a. When using adhesive.

- b. Disturbing materials only when certified not to contain asbestos or hazardous materials.
- 8. Replacement of lever door hardware with hardware with the same function.
- 9. Replacement of a limited number of light fixtures for maintenance purposes.

If you have questions about this notice or about whether a proposed purchase fits the definition of construction, please contact your campus delegate:

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