

Terrell Independent School District

Executive Summary Report

Date	District Objective	
October 20, 2025	Goal 4: Organizational Efficiency: Develop a resource allocation plan and long-term facilities plan that supports and maintains the financial stability of the district, is aligned with identified priorities, addresses future growth and facility improvement needs, and represents being good stewards of taxpayer funds.	

Agenda Item: Consider Approval of the Competitive Procurement Threshold Policy in CH Local

Summary:

Senate Bill 1173 (SB 1173) in Texas raises the competitive procurement threshold for certain political subdivisions from \$50,000 to \$100,000. This means that when these entities purchase goods or services, they will only be required to use a competitive bidding process for purchases exceeding \$100,000, rather than the previous \$50,000 limit. The bill aims to modernize procurement standards and reduce administrative burdens by reflecting the increased cost of goods and services.

Purpose:

The primary goal of SB 1173 is to modernize procurement standards, streamline processes, and reduce administrative costs for local governments.

Impact:

By raising the threshold, local school districts will have more flexibility in purchasing goods and services below \$100,000 without needing to go through the competitive bidding process.

The intent of updating CH (Local) is to align board authority requirements with legal purchasing requirements.

Effective Date:

The changes apply to purchases made on or after the bill's effective date, which is September 1, 2025.

Attachments:

Current Policy CH (Local)
Proposed Policy CH (Local)

Administrative Recommendation:

Administration recommends that the board approve the additions to CH (LOCAL) Policy as recommended

Budget/Funding

N/A