



REPLY TO
ATTENTION OF

DEPARTMENT OF THE ARMY
U.S. ARMY CORPS OF ENGINEERS
441 G STREET, NW
WASHINGTON, DC 20314-1000

FEB 13 2013

CECW-CE

MEMORANDUM FOR All MSC Value Engineering Program Managers/ District VEOs

SUBJECT: Change to Federal Requirement for Value Engineering (VE), Lower Threshold Limit

1. The current OMB Circular A131 states the Federal requirement for VE applies to all procurements that have costs greater than \$1 million, regardless of the number of phases/contracts, delivery method, or customer. The current revision to this circular is in the final stages before release, and adjusts the lower threshold to \$2M. See <https://www.federalregister.gov/articles/2012/06/08/2012-13903/value-engineering>.
2. In anticipation of the imminent release of this revision the USACE policy is being revised to reflect the new lower threshold limit of \$2M. This shall serve as the interim policy until the release of the new ER 11-1-321 occurs later in FY13.
3. Any questions should be directed to the undersigned at (202)761-5533, or for more information visit the USACE VE website at www.usace.army.mil/ValueEngineering.aspx.

A handwritten signature in black ink, appearing to read "Jeffery T. Hooghouse".

JEFFERY T. HOOGHOUSE, AIA, CVS
Chief, Office of the Value Engineer