



**Department of General Services
Procurement Division**

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Broadcast Date: August 16, 2022

Bulletin #: E-08-22

**TO: Purchasing Authority Contacts (PACs)
Procurement and Contracting Officers (PCOs)
Small Business and DVBE Advocates**

RE: Announcing Biennial Review Adjustments to the Small Business Certification (SB) Size Standards: Gross Annual Receipts (GARs)

The Department of General Services (DGS), Office of Small Business and Disabled Veteran Business Enterprise Services (OSDS), is announcing changes to the Small Business size standards based on Gross Annual Receipts (GARs) for the state of California certification program. Per Government Code (GC) §14837(d)(3) as amended by Senate Bill 605 (Chapter 673, Statutes of 2019), the DGS director is required to conduct a biennial review of the three-year average GARs levels for certified Small Business (SB) certification types and adjust these levels up or down to reflect changes in the California Consumer Price Index (CCPI).

Effectively immediately, the SB certification size standards are as follows:

- Small Business Microbusiness (SB Micro) GARs limit remains unchanged at \$5 million.
- Small Business (SB) GARs limit is increased from \$15 million to \$16 million.
- Small Business for the Purpose of Public Works (SB-PW) GARs limit is increased from \$36 million to \$37 million. A subsequent increase will follow in January 2023 as shown below.

Effective January 1, 2023, the SB certification size standards will be updated as follows:

- SB Micro GARs limit will remain unchanged at \$5 million.
- SB GARs limit will remain unchanged at \$16 million.
- SB-PW GARs limit will be increased from \$37 million to \$38 million.

For more information about OSDS and the state's certification program requirements, visit the [OSDS website](#).

If you have questions regarding this notification, please contact OSDS at: OSDShelp@dgs.ca.gov