



MAR 7 2006

GSA Office of the Chief Acquisition Officer  
GSA Acquisition Letter V-06-03

MEMORANDUM FOR ALL GSA CONTRACTING ACTIVITIES

FROM: EMILY W. MURPHY   
CHIEF ACQUISITION OFFICER

SUBJECT: Suspension of the Price Evaluation Adjustment for Small Disadvantaged Businesses

1. Purpose. The purpose of this Acquisition Letter is to inform GSA contracting activities that the authority for the Price Evaluation Adjustment for Small Disadvantaged Business (SDB) concerns is suspended for the Department of Defense.
2. Background. The Department of Defense (DoD) has suspended the use of the price evaluation adjustment for small disadvantaged businesses in DoD procurements, as required by 10 U.S.C. 2323(e)(3). The suspension was published in the February 23, 2006, Federal Register (71 F.R. 9320).
3. Effective Date. March 10, 2006.
4. Termination Date. Acquisition Letter V-05-02 is cancelled and substituted with this Acquisition Letter which will expire March 9, 2007.
5. Applicability. This Acquisition Letter applies to all GSA contracting activities that award contracts on behalf of the Department of Defense.
6. Reference to regulations. FAR 19.11 and DFAR 219.11.
7. Instructions/procedures.

Contracting officers awarding contracts on behalf of the Department of Defense are not authorized to use the price evaluation adjustment prescribed in FAR 19.11 and DFARS 219.11 for solicitations issued on or after March 10, 2006 through March 9, 2007.