

## Bill Summary The Clean Contracting Act

Rep. Henry A. Waxman Chairman, Committee on Oversight and Government Reform

The Clean Contracting Act, which is in title 8 of S.3001, the National Defense Authorization Act for Fiscal Year 2009, will (1) require agencies to enhance competition in contracting, (2) limit the use of abuse-prone contracts, (3) begin to rebuild the federal acquisition workforce, (4) strengthen anti-fraud measures, and (5) increase transparency in federal contracting.

## **Enhanced Competition Provisions**

<u>Limitation on the length of noncompetitive contracts</u>. Section 862 limits the duration of nobid contracts awarded in emergencies to one year.

<u>Enhanced competition on multiple award contracts</u>. Section 863 gives all contractors under a multiple award contract a fair opportunity to bid for work under the contract.

## **Curbing Abuse-Prone Contracts.**

<u>Regulations on cost-plus contracts</u>. Section 864 requires regulations to address the use of cost-reimbursement-type contracts.

<u>Prohibiting excessive tiering of subcontractors</u>. Section 866 requires regulations to prevent contractors from billing taxpayers for work that is done by subcontractors and for which the contractor provides no additional value.

<u>Minimizing abuse of commercial item authority</u>. Section 868 requires additional cost and pricing information for goods and services "of a type" found in the commercial market place.

<u>Better use of interagency contracts</u>. Section 865 requires regulations to prevent abuse of interagency contracts.

<u>Linking award fees to acquisition outcomes</u>. Section 867 requires award fees to be paid only when a contractor has at least a satisfactory level of performance.

## **Acquisition Workforce Improvements**

<u>Study of the acquisition workforce</u>. Section 869 requires OMB to conduct a comprehensive study of the civilian acquisition workforce to determine appropriate staffing and funding levels.

<u>Contingency contracting corps</u>. Section 870 authorizes the establishment of a contingency contracting corps to facilitate rapid contracting in the event of a national emergency.

Anti-Fraud Provisions
GAO access to contractor employees. Section 871 gives GAO the authority to interview contractor employees.
Contract Transparency
<u>Database for suspension and debarment</u> . Section 872 creates a database for companies that have been suspended or disbarred.
<u>Improvements to the Federal Procurement Data System</u> . Section 873 enhances the transparency of multiple-award and interagency contracts by requiring additional reporting to the existing federal procurement database.