



DEPARTMENT OF THE TREASURY  
WASHINGTON, D.C. 20220

Acquisition  
Bulletin (AB)  
No. 03-04  
August 13, 2003

MEMORANDUM FOR BUREAU CHIEF PROCUREMENT OFFICERS

FROM: Jody Falvey *Jody Falvey*  
Acting Director  
Office of Small Business Development  
Office of the Procurement Executive

SUBJECT: MCI/Worldcom Procurements

**Purpose:** This AB provides notification that procurement actions with MCI/Worldcom must be cleared through Treasury's Chief Information Officer.

**Effective Date:** This AB is effective immediately.

**Expiration Date:** This AB will expire when cancelled or superseded.

**Background:**

The General Services Administration recently issued a notice of proposed debarment that prevents MCI/Worldcom from receiving new contracts with Federal agencies.

The attachment includes a summary of Treasury contracts with MCI/Worldcom and directs that all future actions with MCI/Worldcom must be cleared through the Treasury Chief Information Officer.

Attachment

**Does the action have an immediate impact on Treasury programs?**

Treasury currently has **one direct** contract with MCI for the Washington DC metropolitan area Data, Voice and Video communications transport services **(1)**; two delivery orders for Managed Hosting of Public Key Infrastructure services under the GSA FTS2001 contract **(2)**; and one MOU, Interagency Agreement with GSA for MCI and Sprint services under the FTS2001 contract **(3)**. The Treasury Communications System (TCS) prime contractor has the authority to order services for Treasury under that MOU/IA. The details are as follows:

ITEM	FY03 COSTS	PERIOD OF PERFORMANCE		NEXT PLANNED ACTIONS
		START	END	
(1) Data, Voice, Video transport	\$2,120,574	03/01/2001	02/28/2006	This contract will be replaced by a competitively awarded contract prior to the expiration of the current option. The decision to compete for another service was reached well in advance of GSA's 07/31/2003 decision to suspend MCI
(2) FTS2001 – Managed Hosting Services for Public Key Infrastructure	\$1,514,198	01/11/1999	01/10/2004	GSA will decide in early November 2003 whether MCI will be eligible (i.e. no longer debarred or still debarred) for an extension (follow-on option year) of the FTS2001 contract past 01/10/2004. GSA and MCI are required to provide a 365 day transition period under the expired FTS2001 contract with the same terms, conditions and prices. Contingency planning is underway for migration of this IT Security service to another provider.
(3) FTS2001	\$574,000	01/11/1999	01/10/2004	Same as item 2. The TCS prime contractor, Northrop Grumman, is planning the migration of MCI circuits to other vendors available to the TCS contract.

**Who is managing the issue for Treasury?**

Until further notice, all actions regarding MCI/WorldCom must go through Patrick Hargett, Director of Enterprise Operations and Solutions, Office of the CIO. Patrick represents Treasury's interests on the MCI issue as a member of GSA's Interagency Management Council. He can be reached at 202-622-7704.