CARL LEVIN, MICHIGAN
DANIEL K. AKAKA, HAWAII
THOMAS R. CARPER, DELAWARE
MARK L. PRYOR, ARKANSAS
MARY L. LANDRIEU, LOUISIANA
CLAIRE McCASKILL, MISSOURI
JON TESTER, MONTANA
MARK BEGICH, ALASKA

SUSAN M. COLLINS, MAINE
TOM COBURN, OKLAHOMA
SCOTT P. BROWN, MASSACHUSETTS
JOHN McCAIN, ARIZONA
RON JOHNSON, WISCONSIN
ROB PORTMAN, OHIO
RAND PAUL, KENTUCKY
JERRY MORAN, KANSAS

MICHAEL L. ALEXANDER, STAFF DIRECTOR NICHOLAS A. ROSSI, MINORITY STAFF DIRECTOR

United States Senate

COMMITTEE ON HOMELAND SECURITY AND GOVERNMENTAL AFFAIRS WASHINGTON, DC 20510–6250

March 1, 2012

Andrew Biggs Resident Scholar American Enterprise Institute 1150 17th Street NW #1100 Washington, DC 20036

Dear Mr. Biggs:

I am writing to invite American Enterprise Institute (AEI) to submit written testimony to the Subcommittee on Contracting Oversight for a hearing entitled, "Contractors: How Much Are They Costing the Government?" The hearing will be held on Tuesday, March 13, 2012 at 10:30 A.M. in Room SD-342 of the Dirksen Senate Office Building.

The purpose of the hearing is to examine whether government agencies use cost information to determine if work should be performed by federal employees or contractors. The hearing will also assess what the government is doing to improve the data available on contractors and develop best practices to determine when using contractors will constitute the most effective use of taxpayer dollars. In addition, the hearing will examine how government agencies can control the costs of contracting while still maintaining effective contract management and oversight.

I invite you to submit testimony that addresses the costs of federal employees versus the costs of equivalent private sector employees. Your testimony should also address any challenges that you have encountered with available federal data in this area. I also welcome any recommendations regarding how the government should assess and control the costs of government contractors.

Please submit an electronic copy of your written statement to Subcommittee Clerk, Kelsey Stroud, at <u>Kelsey_Stroud@hsgac.senate.gov</u> by **10:30 A.M. on Friday, March 9, 2012.** Please contact Margaret Daum at (202) 224-4462 with any questions.

Sincerely,

Claire McCaskill

Chairman

Subcommittee on Contracting Oversight

cc:

Rob Portman Ranking Member

Subcommittee on Contracting Oversight