DEFENSE ACQUISITION UNIVERSITY

EXCELLENCE IN ACQUISITION

Slide

Federal Acquisition Streamlining Act 1994 Public Law 103-355

TOPICS

- Simplified Acquisition Threshold
- Micro-Purchasing
- Use of the Government-Wide Commercial Credit Card
- Simplified Acquisition procedures
- Electronic Commerce/Electronic Data Interchange
- Federal Acquisition Computer Network (FACNET)
- FACNET Acquisition
- Small Business Reservations

SAP ≠ SAT

Micro-Purchase

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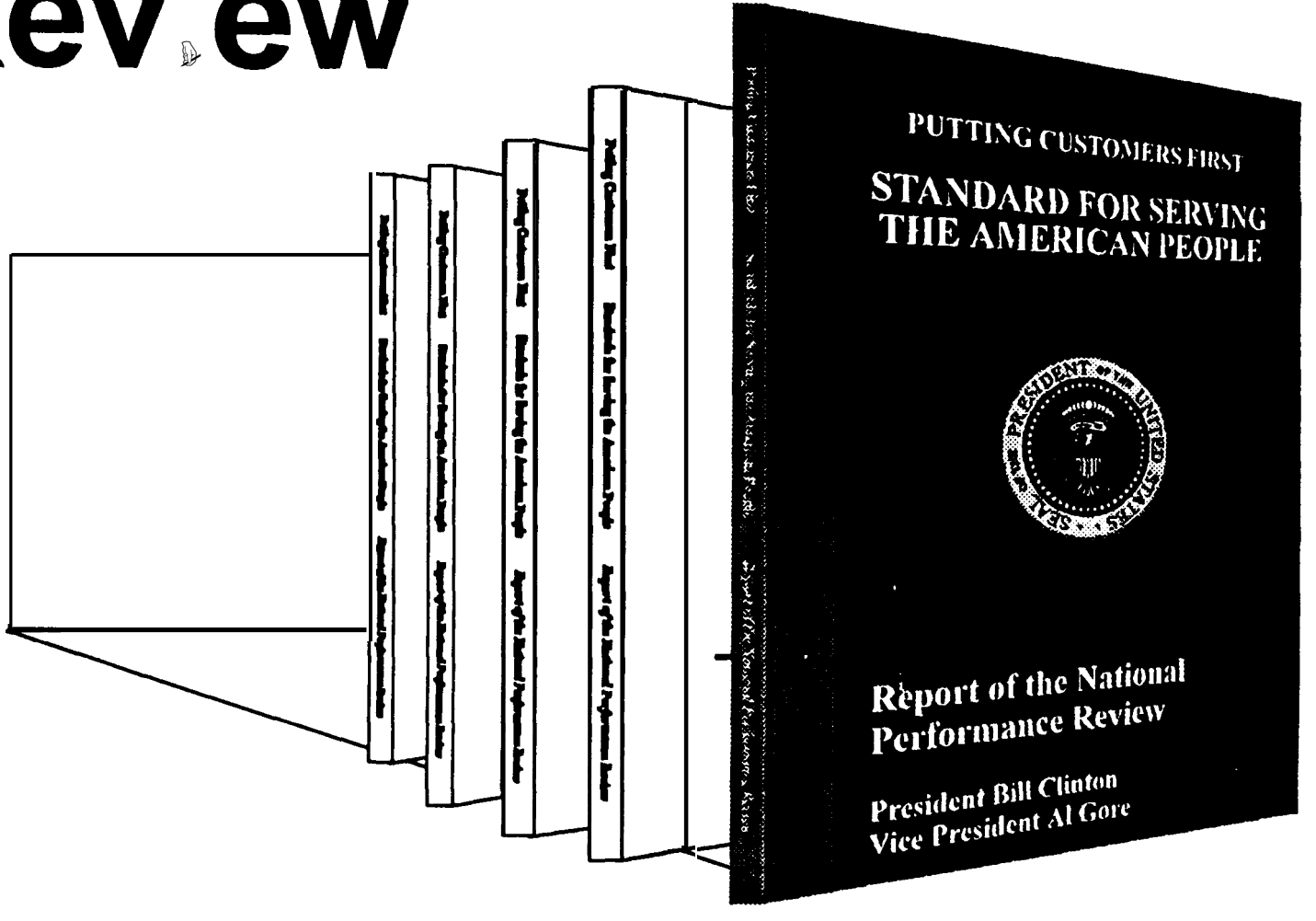
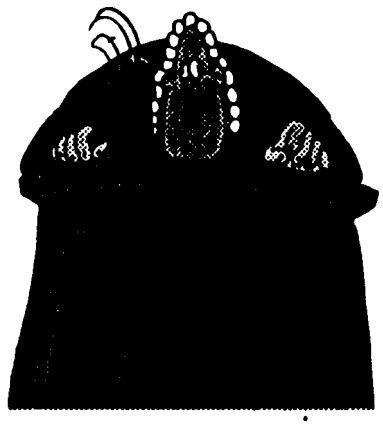
National Performance Review

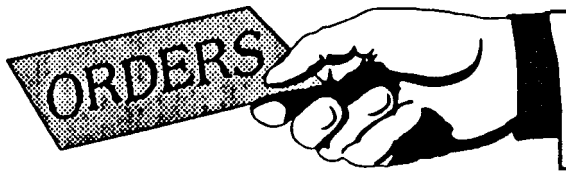


You are not considered a procurement official if:

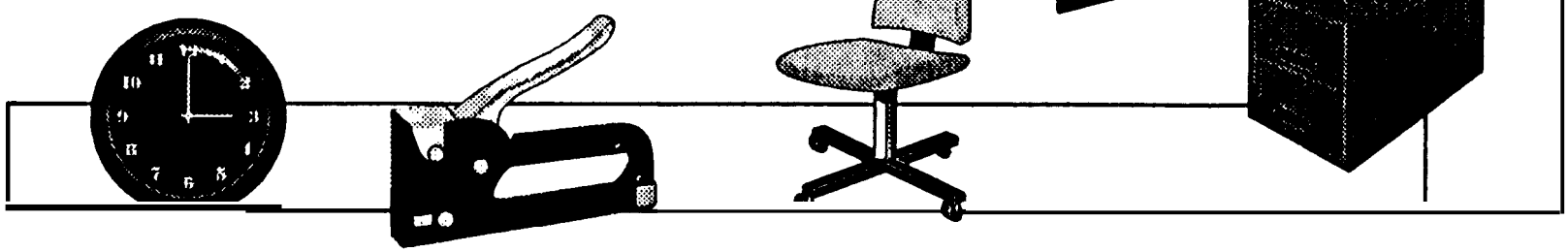


- You are authorized to make micro-purchases, and
- The HCA (or designee) determines that it is unlikely that you will exceed a total amount of $20,000 in any 12 month period

FAR Part 8 - Required Sources



- Federal Prison Industries
- Committee for Purchase from People Who are Blind or Severely Disabled
- GSA Mandatory Federal Supply Schedules



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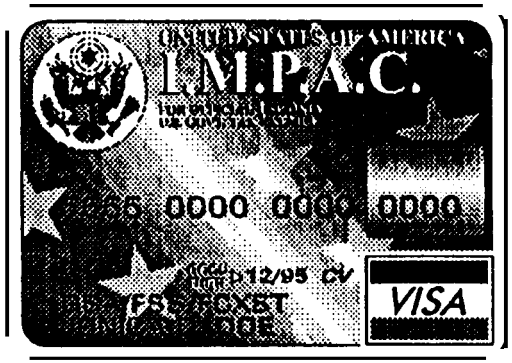
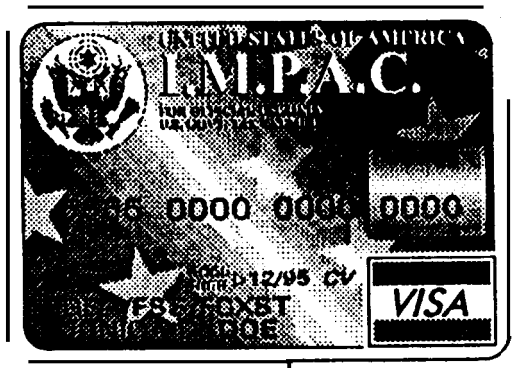


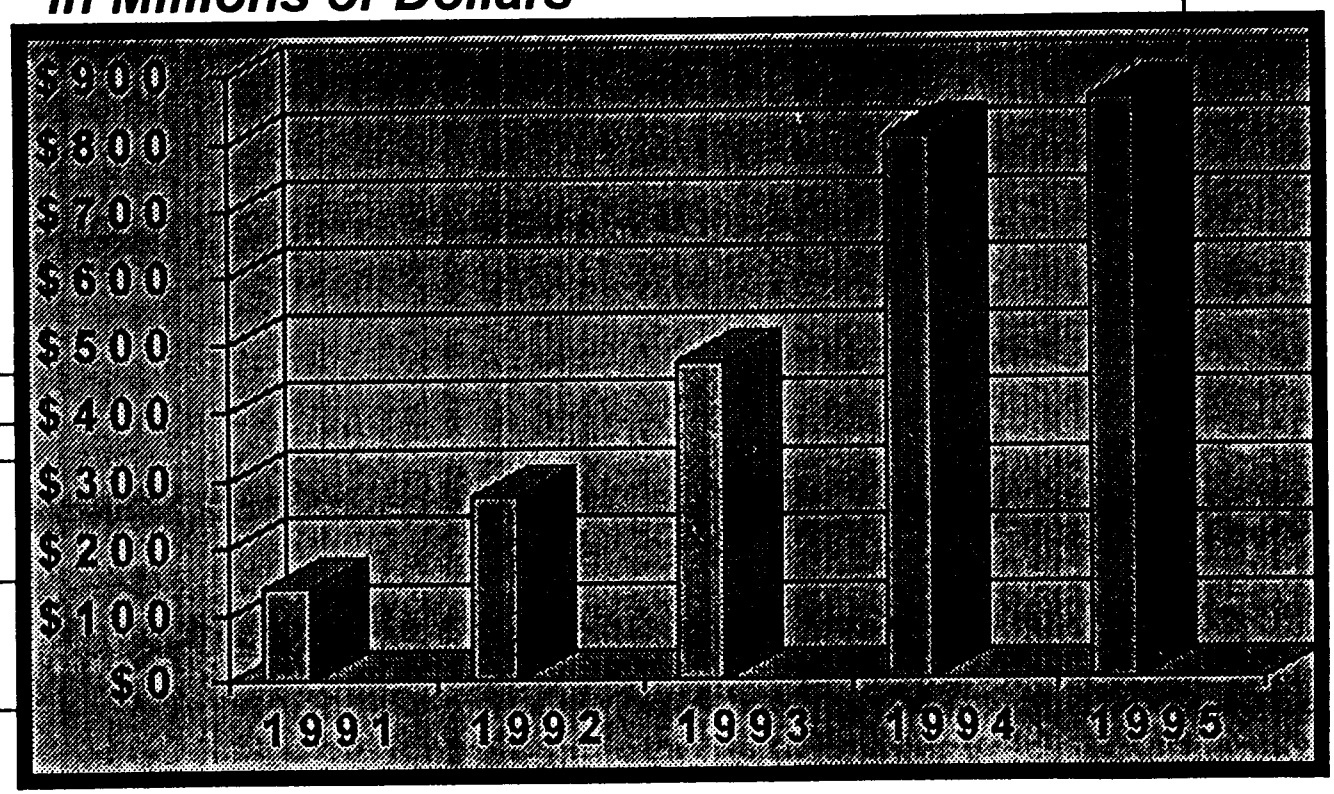
Purchase Card Program

Cards	>	111,000
Participating Offices	>	110
Transactions	>	0.7 M
Sales	>	$2.63
Average Transaction	>	$360



Purchase Card Program

Fiscal Year Sa es



Purchase Card Program

Benefits

- Significant cost avoidance
- Streamlines procurement process
- Reduces IF and SF 44s
- Simplifies invoice payments
- Refunds
- Management reports

Purchase Card Program
Controls

- Unlque Account Number
- Tax Exempt Status
- Merchant Type Codes
- Purchase Limits
  - Single Purchase
  - Monthly Purchase
  - Office or Approving Official

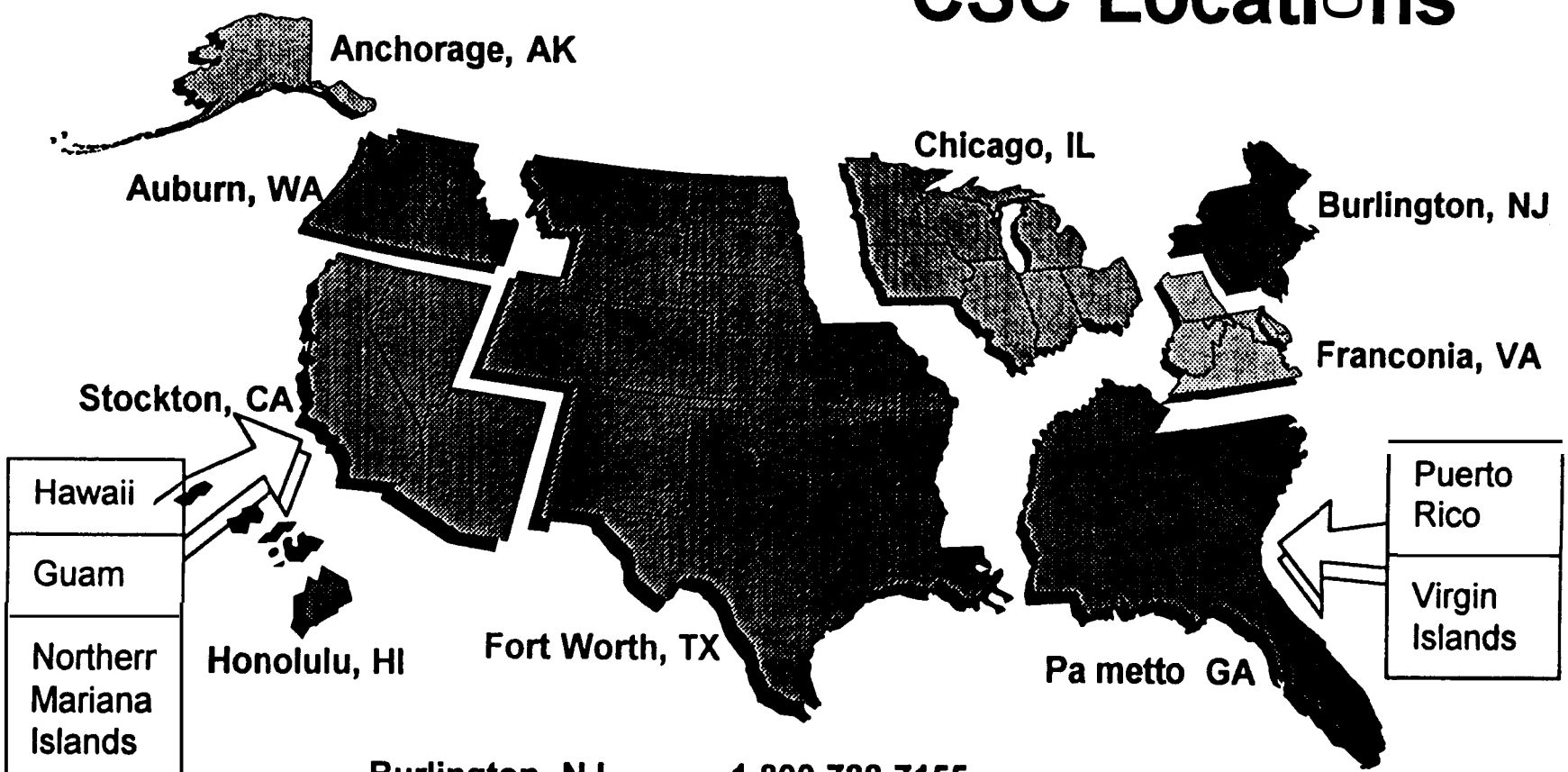
Purchase Card Program

Internal Controls

- Agency Program Coordinator
- Approving Official
- Individuals Liability
- No split purchases
- No backordering
- Cardholder Training

Purchase Card Program

CSC Locations



Burlington, NJ	1-800-788-7155
Palmetto, GA	1-800-473-4484
Stockton, CA	(209) 946-6055
	DSN 466-7234
Honolulu, HI	
(Hickam AFB)	(808) 423-9016
(Schofield Barracks)	(808) 624-9828

	1-800-848-8952
Franconia, VA	1-800-262-0570
Chicago, IL	1-800-525-8027
Fort Worth, TX	1-800-859-4377
Auburn, WA	(907) 271-4075
Anchorage, AK	DSN: 552-2633

Purchase Card Program
Restrictions

- Required Sources
- Cash Advances
- Rent/Lease land or buildings
- Telecommunications

Simplified Acquisition Threshold (SAT)

- The SAT is $100,000
  - In support of a contingency operation, the term means $200,000

Simplified Acquisition Procedures (SAP)

- Methods prescribed for acquiring supplies or services using
  - imprest fund, purchase orders,
  - blanket purchase agreements,
  - the **commercial purchase** card or any other **appropriate authorized method.**

Federal Acquisition Computer Network (FACNET)

- Government-wide electronic commerce/ electronic data interchange systems architecture for acquisition
  - Information between the government and the private sector
  - Nationally and internationally recognized data format
  - Universal user access.

FASA Key Features

- Simplified Acquisition Threshold (SAT) is $100,000
- Simplified Acquisition Procedures (SAP) used through $50,000 upon implementation
- Federal Acquisition Computer Network (FACNET)
- SAP used through SAT tied to FACNET
- Synopsize Non-FACNET Acquisitions > $25K
- Provide a Reasonable Response Time
- FACNET Acquisitions need not be synopsized
- Reserved for Small Business (> $2,500 - $100,000)
- Provide Notification to Unsuccessful Offerors
- Relief from 15 Statutes

FASA Key Features

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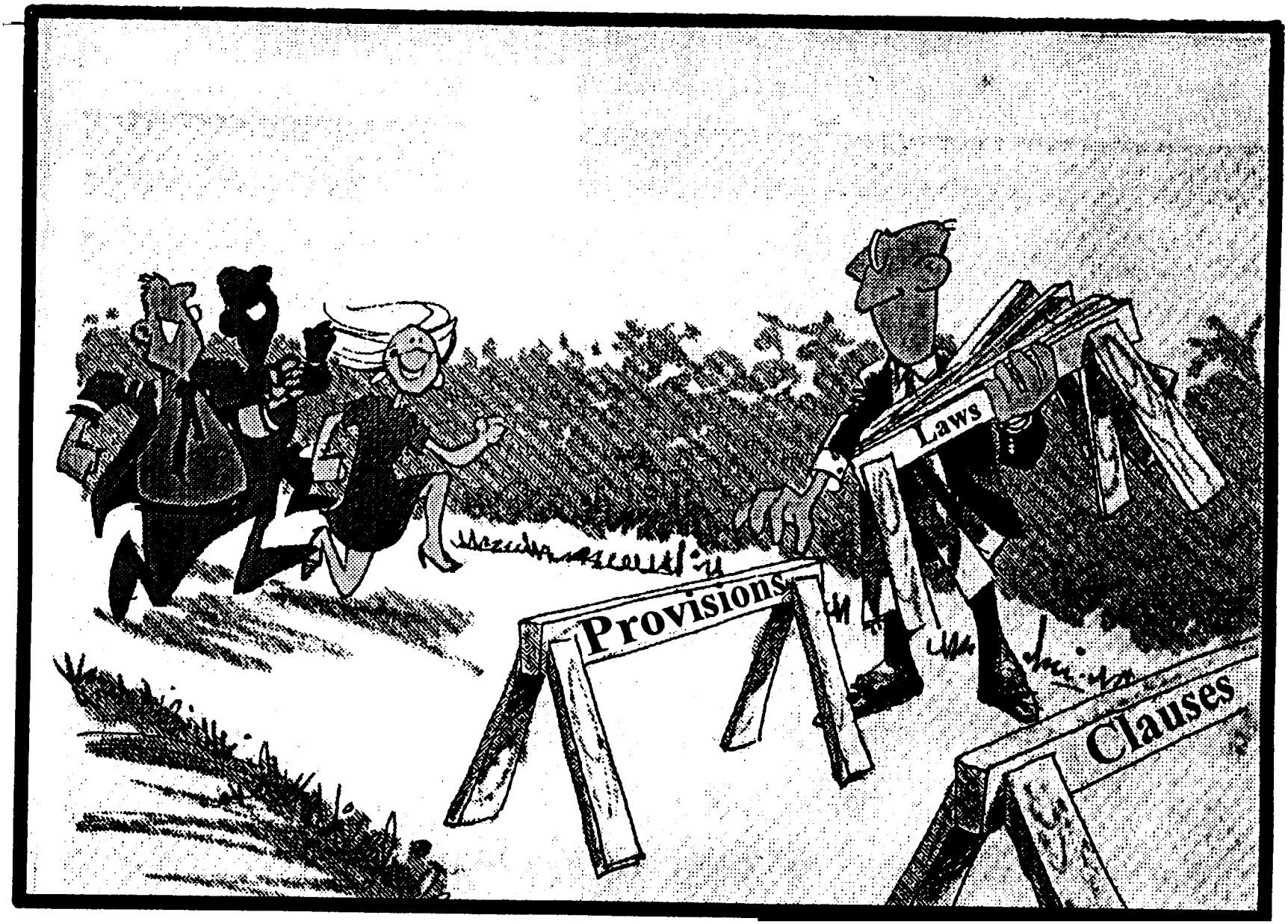

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Inapplicable Provisions and Clauses

28.102-3	Miller Act Requirements
52.203-1	Officials Not to Benefit
52.203-4	Contingent Fee Representation & Agreement
52.203-5	Covenant Against Contingent Fees
52.203-6	Subcontractor Sales Restrictions to Government
52.203-7	Anti-Kickback Procedures
52.215-1	Examination of Records by Comptroller General
52.222-4	Contract Work Hours and Safety Standards Act
52.223-5	Certification Regarding a Drug-Free Workplace
52.223-6	Drug-Free Workplace, except for individuals

Other Key Features

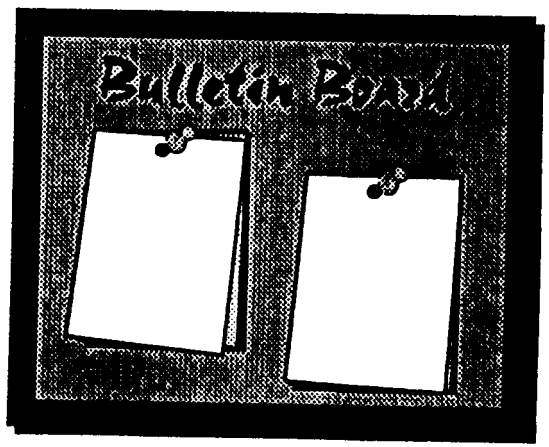
- Innovative approaches
  - Flexibility
  - Adapt other FAR Parts
- Best Value
- Other Contract Types
- Options

Flexibility

Innovative

New Posting Notice Content

- Posting
  - All responsible sources may submit a quotation, if timely received, shall be considered
- Exceptions
  - Oral solicitation
  - FACNET solicitation



Non-FACNET Acquisitions

>$2.500 - $25.000

- Unchanged
  - Part 8 Requirements
  - No Splitting
  - Posting Requirements
  - Small Business Reservation
  - Maximum Practicable Competition
  - Buy American and Service Contract Acts
  - Reporting

NON-FACNET Acquisitions

	$25K - 50K	> $50K - 100K
Part 8 - Required Sources	Yes	Yes
Splitting Requirements	No	No
Part 13 - SAP	Yes	No
Full and Open Competition	No	Yes
J&A	No	Yes
Synopsis	Yes	Yes
Reasonable Response Time	Yes	Yes

NON-FACNET Acquisitions

	$25K - 50K	> $50K - 100K
Small Business Reservation	Yes	Yes
Relief from 15 Statutes	Yes	Yes
Best Value	Yes	Yes
Other Than Fixed-Price	Yes	Yes
Options	Yes	Yes
Reporting Requirements	Yes	Yes

Electronic Data Interchange

- Technique for electronically transferring and storing formatted information between computers utilizing established/published formats and codes, authorized by Federal Information Processing Standards (FIPS). FAR 4.500.

Electronic Commerce

- Paperless electronic process including mail, bulletin boards, funds transfer, data interchange, and similar techniques for accomplishing business transactions. FAR 4.500.

Paper Contracting for Electronic Contracting

6 Changes

- In writing or written. FAR 2.101
- Signature or signed. FAR 2.101
- Electronic dissemination at contract office. FAR 5.101
- Bids, timing/gov't mishandling. FAR 14.3041(a)(4)
- Bids, garbled, etc. FAR 14.406
- Bidder's Mailing Lists, 14.205-1

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FACNET

- Capability of existing government and commerclal off-the-shelf computer hardware and software to perform certaln functions in a standard manner in order to provide one face to industry for the entire federal government.

Inte im FaCNET

- Widespread notice of contracting opportunities (one to many)
- Issue solicitations
- Receive quotes
- Access to notices/solicitations
- Industry to quote

Full FACNET Certification

- System must
  - –Pro ide public notice
  - –Archive data
  - –Permit industry access to contract
  - –Process 75% of eligible contracts

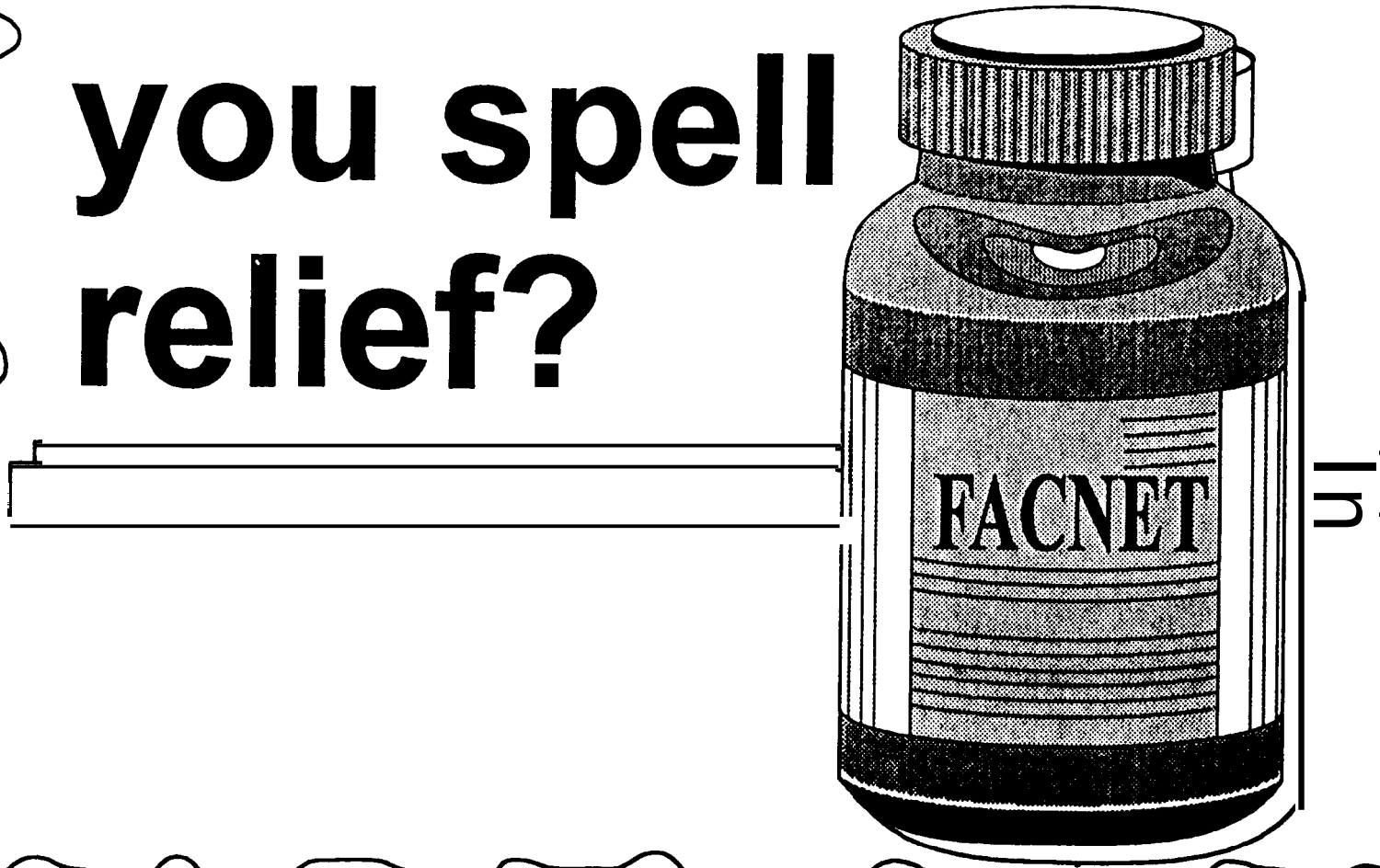
Value Added Networks (VANS)

- Private companies
- Licensed by the Government
- Provide a range of services
- Wide range of prices
- Have to use VAN
- For more info, contact EC/EDI hotline at 1-800-EDI-3414

Centralized Contractor Registration (CCR)

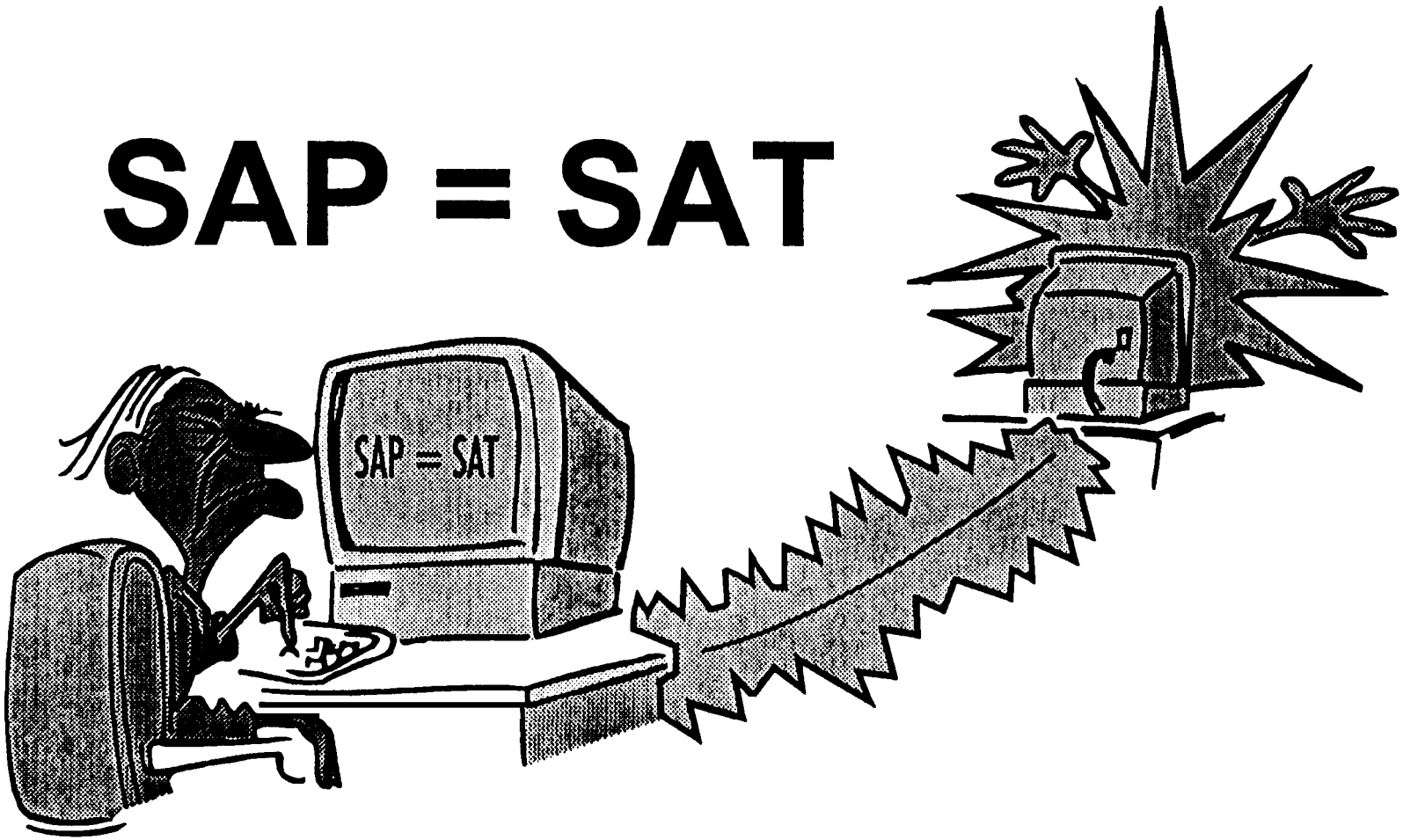
- Government electronic business
  - Register with the CCR
  - Complete 838 Transaction Set
    - Eliminates need for SF 129
    - Update annually and as information changes

How do you spell relief?



FACNET

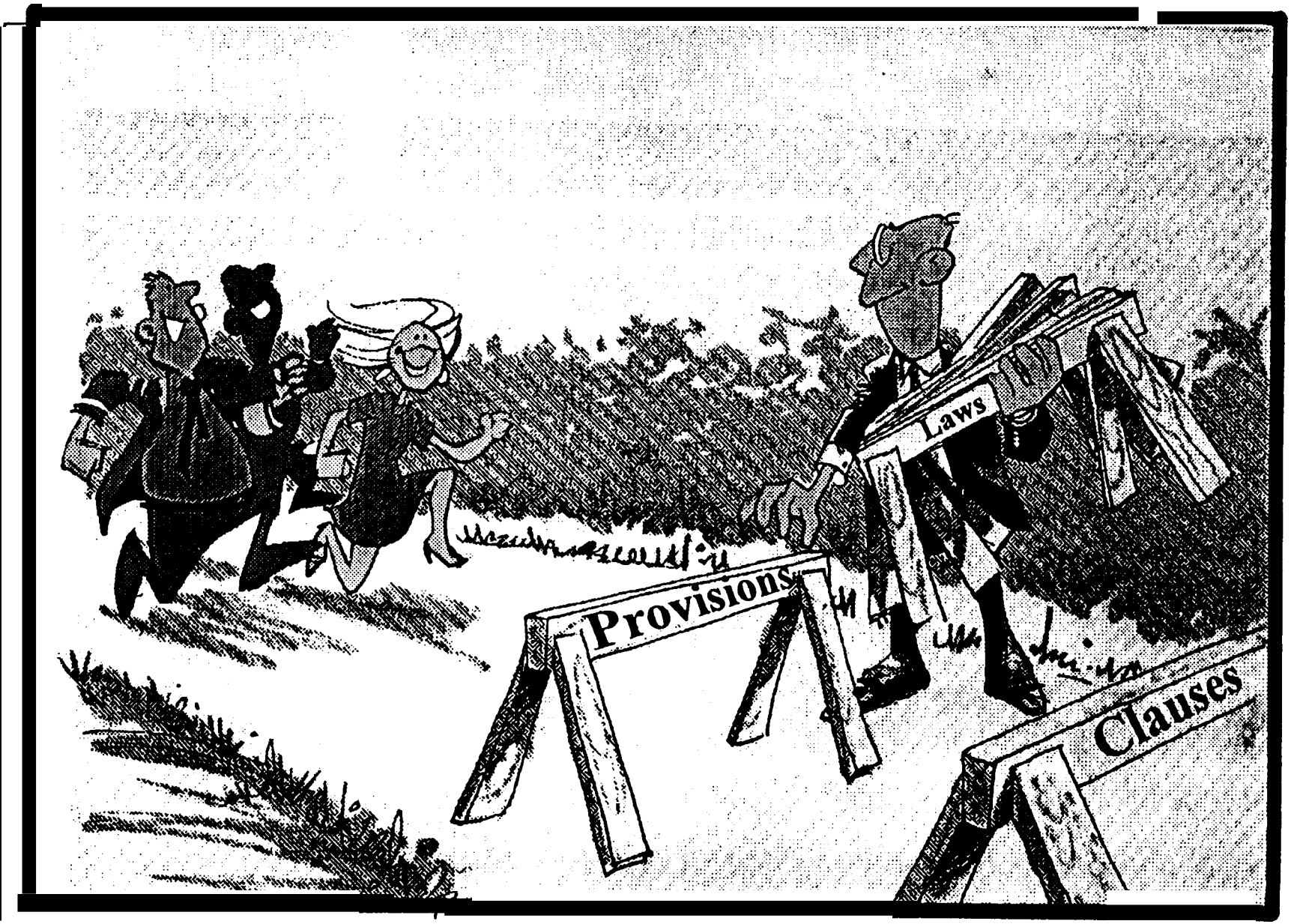
SAP = SAT



FACNET Acquisitions

>$2.500 - $100.000

- Changed
  - FACNET is Preferred
  - Use SAP to $100K
  - Reserved for Sm. Bus.
  - No Posting/Synopsis
  - One to Many
  - Reasonable Resp. Time
  - Relief from 15 Statues
  - Other than Fixed-Price
  - Options
  - Best Value
  - Notification to Unsuccessful Offerors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FACNET Acquisitions

>$2 500 - $100,000

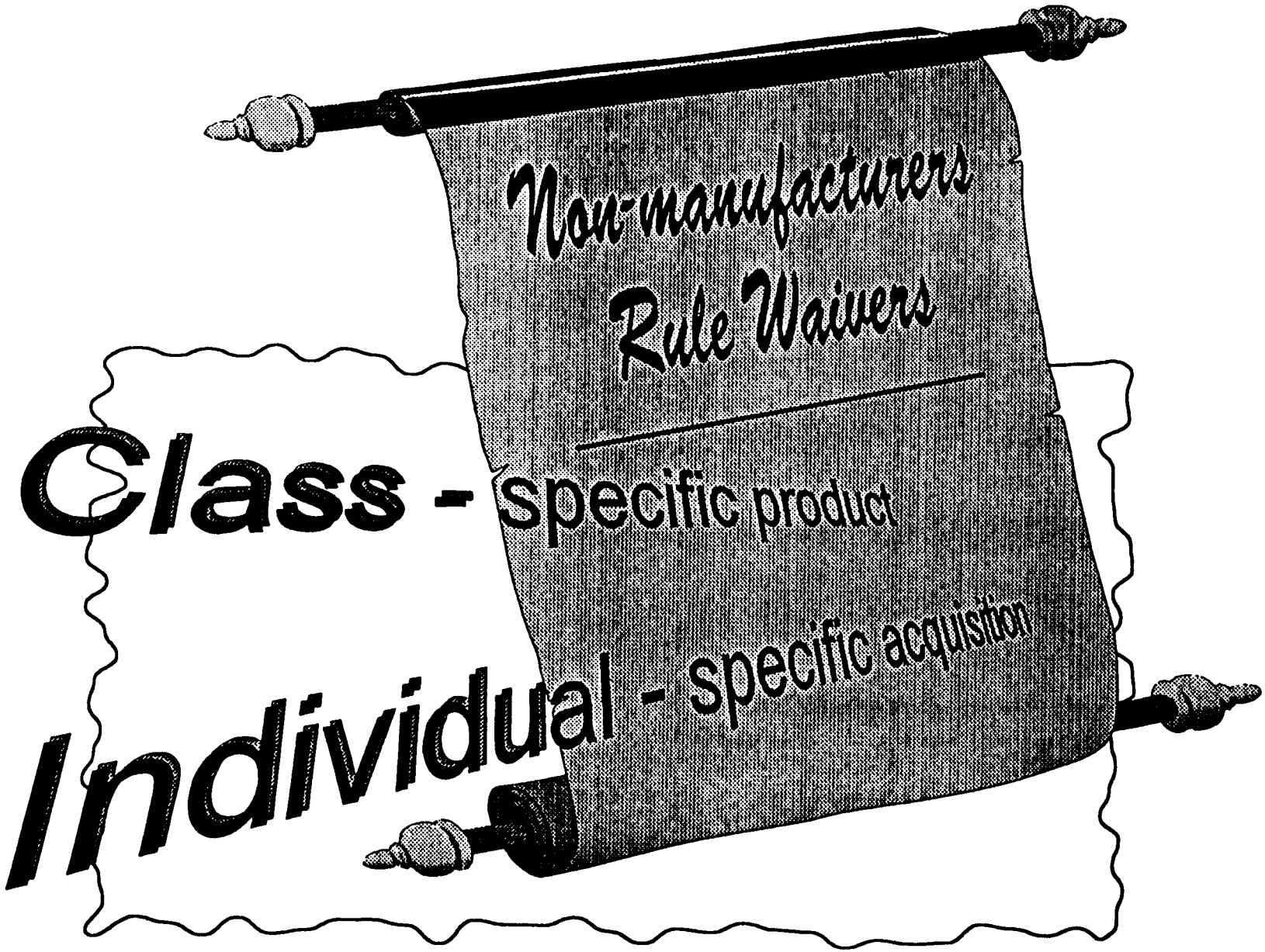
- Unchanged
  - Part 8 Requirements
  - No Splitting
  - Maximum Practicable Competition
  - Buy American, Service Contract and Davis-Bacon Acts
  - Reporting

Rule of Two

Two or more small businesses that can meet the government's needs and are competitive.

FASA Reservation vs. Small Business/Purchase Set Aside

- Not tied to procurement method
- SBA PCR has right to review
- Additional representations
- Non-manufacturers Rule Waiver


Non-manufacturers
Rule Waivers
Class - specific product
Individual - specific acquisition

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Slide 50

To request a waiver, call:

David Lones

at SBA

202/205-7311

Simplified Acquisition Threshold Summary

- SAT is $100,000

  Implementations provides immediate authority to use SAP through 50K
- Interim FACNET provides authority to use SAP through SAT ($100,000)

Simplified Acquisition Procedures
Summary

- Purchases not exceeding the micro-purchase threshold are not reserved for small business
- Innovation and creativity is authorized and encouraged under simplified acquisition procedures

Government Purchase Card Summary

- Cost effective method for purchase and payment
- Agencies and activities must establish adequate internal procedures that are not overly restrictive
- Cardholders must be trained

NON-FACNET
Summary

- Remember:
  - Must use Part 14 or 15 for NON-FACNET Acquisitions >50k-100k
  - Must synopsize NON-FACNET Acquisitions

FACNET
Summary

- 6 Changes to Copy Contracts
- Must Register CCR
- Shop Around For a VAN

FACNET Acquisitions
Summary

- FACNET is preferred
- Need not synopsize or post

Small Business Reservation Summary

- The reservation means less paperwork on all set-asides of $100,000 or less
- Dealers must provide the products of small manufacturers on set-asides for supplies

Special Thanks!

- Michael Miller, FAI
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- Tom Crean, DSU
- Kelley Jacobs, DAU
- The Productions Team at DSMC
- The Productions Team at ALMC
- Bud Pratsch, State Dept
- SRA > Melissa & John
- Honorable Steven Kelman

and of course, a VERY special thanks to Colleen Preston