AMENDMENT TO THE COMMITTEE PRINT FOR H.R. 4909

OFFERED BY MR. THOMPSON OF CALIFORNIA

At the end of title VIII, add the following new section:

1SEC. 843. POLICY AND REVISION OF REGULATIONS RELAT-2ING TO LOWEST PRICE TECHNICALLY AC-3CEPTABLE SOURCE SELECTION CRITERIA.

4 (a) STATEMENT OF POLICY.—It shall be the policy of the Department of Defense to eliminate the use of low-5 est price technically acceptable source selection criteria in 6 inappropriate circumstances that potentially deny the De-7 partment the benefits of cost, innovation, and technical 8 9 tradeoffs in the source selection process. The use of such source selection criteria is appropriate only for cases in 10 11 which best value is expected to result from selection of the technically acceptable proposal with the lowest evalu-12 13 ated price.

14 (b) REVISION OF REGULATIONS.—

(1) IN GENERAL.—Not later than 120 days
after the date of the enactment of this Act, the Secretary of Defense shall revise the Defense Federal
Acquisition Regulation Supplement to require that,

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for solicitations issued on or after 120 days after
 such date of enactment, lowest price technically ac ceptable source selection criteria are used only in sit uations in which—

5 (A) the Department of Defense is able to 6 comprehensively and clearly describe the min-7 imum requirements, expressed in terms of per-8 formance objectives, measures, and standards, 9 that will be used to determine acceptability of 10 offers;

(B) the Department would not realize any
value from a contract proposal exceeding the
minimum technical or performance requirements set forth in the Request for Proposal;

15 (C) proposed technical approaches will re16 quire no subjective judgment by the source se17 lection authority regarding the desirability of
18 one offeror's proposal versus a competing pro19 posal;

20 (D) the Department would not gain by re21 viewing technical proposals of offerors other
22 than the lowest bidder; and

(E) the contracting officer has included a
justification for the use of a lowest price technically acceptable evaluation methodology in the

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1	contract file approved one level above the con-
2	tracting officer and supported by the program
3	manager or Government customer, if the con-
4	tract to be awarded is predominately for—
5	(i) acquisitions of advanced electronic
6	technologies, information technology serv-
7	ices, systems engineering and technical as-
8	sistance services, or other knowledge-based
9	professional services; or
10	(ii) acquisitions designed to advance
11	the technology state of the art, including
12	research and development and major de-
13	fense and information technology pro-
14	grams.
15	(2) JUSTIFICATION.—The justification referred
16	to in paragraph $(1)(E)$ shall include—
17	(A) an assessment, including, if feasible, a
18	management plan, that the technical require-
19	ments are sufficiently detailed and well-defined
20	to evaluate qualification and acceptability under
21	a lowest price technically acceptable process;
22	(B) a description of the market research
23	performed;
24	(C) an analysis that demonstrates the best
25	value is expected to result from selection of the

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technically acceptable proposal with the lowest
 price, including evaluating any risk that an
 offer may be unrealistically low;

4 (D) an evaluation of the total life-cycle
5 cost associated with the proposed contract; and
6 (E) a risk assessment that conclusively
7 supports a low risk of non-performance.

8 (c) REPORT.—Not later than November 1 of each 9 year, beginning with 2017 and ending with 2019, the Secretary of Defense shall submit to the Committees on 10 Armed Services of the Senate and House of Representa-11 12 tives a report on the number of instances and total amount of contract awards made during the preceding fis-13 14 cal year in which lowest price technically acceptable source 15 selection criteria were used, including an explanation of how the requirements in subsection (b) were considered 16 when making a determination to use such source selection 17 criteria. 18

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