PROCUREMENT MEMORANDUM 2010-07

ACTION

MEMORANDUM FOR: BUREAU PROCUREMENT OFFICIALS
HEADS OF CONTRACTING OFFICES

FROM: Helen Hurcombe
Senior Procurement Executive and
Director for Acquisition Management

SUBJECT: Service Contract Inventory

Background
The Omnibus Appropriations Act for 2010, (Public Law 111-117), was signed into law on December 16, 2009. Division C, section 743 of the Act strengthens the Administration’s focus on better management of the multi-sector workforce by requiring civilian agencies to create an annual inventory of services contracts and evaluate whether work currently performed by contractors should be in-sourced.

Purpose
This Procurement Memorandum provides policy and guidance on developing the Department of Commerce Service Contract Inventory as required by the Omnibus Appropriations Act for 2010.

Applicability
The requirements of this policy are applicable to all Department of Commerce service contracts awarded or extended through the exercise of an option on or after April 1, 2010. For purposes of this policy, awards include all contracts, task orders against Federal Supply Schedules, Indefinite-Delivery Indefinite-Quantity Contracts, Government-wide Acquisition Contracts, and Multi-Agency Contracts.

Effective Date
This policy is effective April 1, 2010.

Required Actions
Each Senior Bureau Procurement Official (BPO) shall develop an inventory of service contracts awarded on or after April 1, 2010. The template provided in Appendix A – Contracted Services Report shall be used to capture the required data elements as follows:
a. Contract/order number
b. Name of contractor
c. Total dollar amount obligated
d. Funding source for the contract
e. Date of award
f. Contract type
g. Whether the contract is a personal services contract
h. Whether the contract was awarded on a noncompetitive basis, regardless
   of the date of award
i. Place of performance
j. Total dollar amount invoiced for services under the contract
k. Name of office administering the contract
l. Name of office whose requirements are being met through contractor
   performance of the service
m. Number of direct labor contractor employees (expressed in terms of FTEs)
n. Location of direct labor contract employees
o. Number of direct labor subcontractor employees (expressed in terms of
   FTEs)
p. Location of direct labor subcontractor employees
q. Description of services purchased (provide plain language description)
r. Description of the role the services played in achieving agency objectives

Reporting and Oversight
Quarterly, beginning July 30, 2010, each Senior Bureau Procurement Official
shall submit a cumulative report of service contracts awarded on or after April 1,
2010 to the Office of Acquisition Management (OAM). The Report submission
shall include a certification by the BPO that:

☐ all service contract awards have been entered into the Federal
  Procurement Data System (FPDS);
☐ all personal services contracts have been entered into, and are being
  performed, in accordance with applicable laws and regulations;
☐ special management attention is being given to functions that are
  closely associated with inherently governmental functions;
☐ contractor employees are not used to perform inherently governmental
  functions;
☐ there are specific safeguards and monitoring systems in place to
  ensure that work being performed by contractors has not changed or
  expanded during performance to become an inherently governmental
  function;
☐ contractor employees are not used to perform critical functions in such
  a way that could affect the ability of the agency to maintain control of
  its mission and operations; and
☐ there are sufficient internal agency resources to manage and oversee
  contracts effectively;
Electronic copies of the report shall be submitted to Bill Voitk at wvoitk@doc.gov. In order to validate accuracy of the data submission, the Office of Acquisition Management will review the report against data provided in FPDS. The Office of Acquisition Management will consolidate the Department’s annual inventory of service contracts and submit it to the Office of Management and Budget not later than December 31st each year.

If you have any questions, please contact Virna Evans at yevans@doc.gov or (202) 482-3483.

cc: Acquisition Community
    Acquisition Council