PUBLIC SUBMISSION

As of: 5/14/15 10:58 AM **Received:** May 04, 2015

Status: Draft

Tracking No. 1jz-8io3-dvr7
Comments Due: May 04, 2015

Submission Type: Web

Docket: GSA-GSAR-2014-0020

General Services Administration Acquisition Regulation (GSAR); Transactional Data Reporting;

GSAR Case 2013-G504

Comment On: GSA-GSAR-2014-0020-0001

General Services Administration Acquisition Regulations: Transactional Data Reporting; GSAR

Case 2013-G504

Document: GSA-GSAR-2014-0020-DRAFT-0015

Comment on FR Doc # 2015-04349

Submitter Information

Name: Scott Amey

Address:

Project On Government Oversight 1100 G St., NW, Suite 500 Washington, DC, 20005

General Comment

Please find POGO's public comment to GSAR Case 2013-G504 Transactional Data Reporting attached.

Attachments

GSAR Case 2013-G504

May 4, 2015

General Services Administration Regulatory Secretariat Division (MVCB) ATTN: Hada Flowers 1800 F Street, NW, 2nd Floor Washington, DC 20405–0001

Exposing Corruption, Exploring Solutions.

Subject: GSAR Case 2013-G504 - Transactional Data Reporting

Dear Ms. Flowers:

The Project On Government Oversight (POGO) provides the following opposition to GSAR Case 2013-G504, "Transactional Data Reporting" (80 Fed. Reg. 11619, March 4, 2015). The proposed rule, issued by the General Services Administration (GSA) seeks comments on its proposal to amend the GSA Acquisition Regulation (GSAR) to include clauses requiring contractors to report transactional data from orders and prices paid by ordering activities. Transactional data would be reported for Federal Supply Schedule (FSS) contract vehicles and GSA's non-FSS contract vehicles—Government wide Acquisition Contracts (GWACs) and Government-wide Indefinite-Delivery, Indefinite-Quality (IDIQ) contracts. The new contract clause reporting requirements would eliminate the need for certain aspects of the price reductions clause, but GSA would also retain the right to request updated commercial sales data where government commercial benchmarks are insufficient to establish price reasonableness.

The price reduction clause requires contractors to automatically provide the government with discounts offered to the contractor's "most favored customer". Simply stated, the price reduction clause forces contractors to lower their prices and ensure that the government is getting the best possible prices.

According to GSA, however, "[t]he current lack of transparency on prices paid by government customers has led to significant price variation, sometimes 300 percent or more, for identical purchases by federal agencies from the same commercial vendor as well as the unnecessary duplication of contract vehicles."

Although POGO fully understands GSA's attempt to rein in price variations and share transactional data, POGO does not support the proposed rule. Prices paid by the government do not equate to best prices and may not reflect genuine market driven pricing, therefore, the price reduction clause should not be eviscerated.

Additionally, the proposed rule would place a burden on vendors to report prices paid by the government for goods and services and require the government to evaluate those prices to commercial benchmarks. In an era when the federal government is trying to ease burdens on

agencies and speed up the contracting process, the proposed rules seems to do the opposite and place the government at risk of paying excessive prices above those offered in the commercial market.

Thank you for your consideration of this comment. If you have any questions, please feel free to contact me at (202) 347-1122.

Sincerely,

Scott H. Amey

General Counsel