

CONTENTS

IX

Knott, Hon. Lawson B., Jr.—Continued	
Statement and testimony—Continued	Page
Definition of "competitive bids"	225
System lacks incentive	225
Will stock 87 items	225
Definition of "competitive procurement"	225
"Formally advertised" is truly competitive	226
GSA reports 83 percent formally advertised	226
Should have uniform definition	226
Truth in Negotiations Act	226
GSA incorporates provisions of Public Law 87-653 in regulations ..	226
Commercially marketed items excluded	226
Federal supply schedule contracts negotiated	227
Contract refused to company not willing to comply with regu- lations	227
Authority of GSA	228
No need to amend basic act	228
Obsolete ADP equipment	228
GSA statement on value of computer inventory	229
Quantity of identical bids	229
Foreign government subsidized products	230
Patent rights involved	230
GSA salaries	230
Uniform "Buy American" policy	231
Hughes, Hon. Philip S.:	
Letter from Chairman Proxmire to Hon. Charles L. Schultze, Director, Bureau of the Budget	231
Statement	232
Competition with business—A-76	232
Policies and procedures concerning the utilization, retention, and acquisition of real property by the Government—Circular A-2 ..	234
Circular A-2, revised	234
Management and acquisition of automatic data processing equip- ment	238
Application of Buy American Act and policies thereunder incident to Government procurement	240
Improvements in supply systems	241
How much has the 50-percent differential cost?	243
Increased cost is fairly substantial	243
6 to 12 percent differential saves about one-third	243
Budget circular A-76	243
Regarding Bureau of the Budget Circular A-76	243
Cost of money	244
Foregone taxes	244
Incompatibility in ADPE	246
Rapid technological change creates problems	246
When is resolution on Buy American Act differentials expected? ..	247
Circular A-76	247
Amendments to A-76	248
BoB's use of GAO reports	248
BoB to look into compliance of Public Law 87-653	248
BoB responsibility as to inventory reports	249
Incentives versus pressure and policy	249
Revenues from surplus property	250
Coordination of grant-in-aid programs	251
Coordination of military procurement	251
National supply system	252
Truth in Negotiations Act	252
BoB will pursue compliance with Public Law 87-653	253
BoB prefers to work with A-76	253
Report on Truth in Negotiations Act	254
Face review of pending matters	254
Destruction of medical supplies	254
Same problem as dated film	255
Letter from Deputy Director Hughes to Chairman Proxmire re disposal of medical supplies	255