A Procurement policies
tatement A. Procurement policies 1. Price competition
1. Price competition Attachment A: Reporting of procurement statistics on
price competition
2. Public Law 87-653—Truth in Negotiations Act.
DOD training seminar on certified cost or pricing data
and Public Law 87-653: September 1967
Training seminarAttachment B: Access to cost performance records on
noncompetitive firm fixed price contracts
3. Spare parts breakout program
4. Small purchases
5. Other procurement management improvements
B. Supply management policies Attachment C: Utilization and redistribution of excess
materiel in the Pacific area
Attachment D: National supply system C. Progress under Budget Bureau Circular No. A-76
Attachment E: Recent illustrations of the application of
policies prescribed by Budget Bureau Circular A-76
Truth in Negotiations Act
New regulations ready for release
Interpretation of new regulations
Apply to all negotiated contracts over \$100,000
Not applicable to competitive negotiated contracts
Adequate price competition
Normal negotiation procedure42.9 percent price competitive buying
Need for reliance on cost records
Need for reliance on cost recordsNitze order to be incorporated into ASPR
Order applies to subcontracts
Not applicable in certain cases
What assurance of enforcement
Enforcement steps being taken by DOD
Training and testing program
43 training courses Need for public reports on use of Government equipment
Machine-by-machine use records and reports
DOD committed to machine-by-machine use procedure
Need for legislation
DOD acknowledges problem
System unfair to competitors
Adequacy of rental rates
Statements by GAO and DOD on supply to Southeast Asia
Special agency to manage utilization and redistribution of excesses_
Article by Congressman Gonzalez
August 1967
\$14.8 billion in Government property in hands of contractors
Defense procurement circular No. 57, November 30, 1967
Prices primes pay for subcontracted items
Prices on all items
Maintaining prices with computers
\$25 million possible savings on small items
Total package procurement Procurement of computers
Development of specifications by IBM
DOD does not object to GAO naming contractors holding
equipmentequipment
Salaries of contracting officers
6.094 awards of \$2 million or more in 1967
Method of making large procurements
Property held by contractors
Partial list of contractors holding Government property
Letter of 1/15/68 from Secretary Morris relisting of equipment
held by individual contractorsFact sheet on Olin-Mathieson holdings of facilities and equip-
race succe on Onn-machieson nothings of facilities and equip-
ment at Saltville, Va