~		
	<b>A (</b> )	•
	$\Delta \mathbf{I}$	
- <b>L</b>		,
~~~		

United States General Accounting Office OGC/Index-Digest Section

September 1987

Digests of Unpublished Decisions of the Comptroller General of the United States

Vol. III, No. 12

·

**Charles A. Bowsher** Comptroller General of the United States

Milton J. Socolar Special Assistant to the Comptroller General

James F. Hinchman General Counsel

Vacant Deputy General Counsel

ĺ

ş

1

1

ų

ł

a a

1

ų,

1

3

ļ

Contents

		Page
Tak	ole of Decisions	I
Dic	jests:	
	Appropriations/Financial Management	A-1
	Civilian Personnel	B1
	Military Personnel	C-1
	Procurement	D-1
	Miscellaneous Topics	E-1

# Index

i

.

#### PREFACE

This publication is one in a series of monthly pamphlets entitled "Digests of Unpublished Decisions of the Comptroller General of the United States" which has been published since the establishment of the General Accounting Office by the Budget and Accounting Act, 1921. A disbursing or certifying official or the head of an agency may request a decision from the Comptroller General pursuant to 31 U.S. Code 3529 (formerly 31 U.S.C. 74 and 82d). Decisions in connection with claims are issued in accordance with 31 U.S. Code 3702 (formerly 31 U.S.C. 71). Decisions on the validity of contract awards are rendered pursuant to the Competition in Contracting Act, 98 Pub. L. 369, July 18, 1984.

Decisions in this pamphlet are presented in digest form and represent approximately 90 percent of the total number of decisions rendered annually. Full text of these decisions are available through the circulation of individual copies and should be cited by the appropriate file number and date, e.g. B-219654, Sept. 30, 1986.

The remaining 10 percent of decisions rendered are published in full text. Copies of these decisions are available through the circulation of individual copies, the issuance of monthly pamphlets and annual volumes. Decisions appearing in these volumes should be cited by volume, page number and year issued, e.g., 65 Comp. Gen. 624 (1986).

For: Telephone research service regarding Comptroller General decisions: (202) 275-5028 Information on pending decisions: (202) 275-5436 Copies of decisions: (202) 275-6241 Copies of GAO publications: (202) 275-6241 Request to be placed on mailing lists for GAO Publications (202) 275-4501 Questions regarding this publication - 275-5742

#### NOTICE

Effective October 1, 1986, a new controlled vocabulary was used to index the documents of GAO's Office of General Counsel, reflecting changes in the chapter titles and the index entries (headings). Copies of this vocabulary with introductory material explaining how to use the vocabulary to retrieve documents was mailed the latter part of October to individuals currently on GAO's distribution list for this publication.

If you have not received a copy, please call 275-6241.

# TABLE OF DECISIONS

# September 1987

	Sept. Page		Sept. Page
B-202098	18B- 3	B-225769.2	)
B-202893	18B- 4		) 15D-20
B-212222	3A- 1	B-225794.2	14D-12
B-217885	25 <b></b> B <b>-</b> 7	B-225827.3	14D <del>-</del> 13
B-221037	15E- 1	B-225871.2	14D <del>-</del> 13
B-221578	29D-57	B-225873	25C <del>-</del> 5
B-222476.6	)	B-225897	25 <b></b> C- 6
B-222476.7	) 15D <b>-</b> 19		29D-59
B-222853	29A- 9	B-226503	24A- 8
B-222915	16A- 5		D-44
B <b>-</b> 223102	25 <b></b> B <b>-</b> 7		23D-42
B-224027.7	28D <b>-</b> 53		1A- 1
B-224046	25D <b>-</b> 48		1B- 1
B <b>-</b> 224631	17B- 3		17D <b>-</b> 28
B-224647	28B-11	B-226841.4	3D- 3
B-224750	25B- 8		21B- 5
B-224811	25 <b></b> B- 9		25B-10
B-224884	23B- 6		3D- 4
B-224908.6	15D-20		28D-54
B <b>-</b> 224946	25 <b></b> C <del>-</del> 2		10D- 9
B <b>-</b> 224961	8A- 3		16D-25
B-225014	30D-60		17D-28
B-225035	15C- 1		25 <b></b> D-49
B-225082	3B- 1		
B-225087	25D-48		
B-225089	21B- 4		8D- 7
B-225183	3B- 2	· ·	
B-225205	25C- 5		3D- 4
B-225352	21B- 5	•	)
B-225445.4	21D-38		
B-225496.3	18D-32		16D <b>-</b> 26
B-225587.2	29D-58	· · · · · · ·	
B-225630.4	18D-33	· · · · · · · · · · · · · · · · · · ·	
B-225685.2	29D-58		8D- 7
B-225747.2	4D- 6	B-227143	15D-21

Ι

# TABLE OF DECISIONS - Con.

	Sept. Page		Sept. Page
B-227144	14D-16	B-227833	28D-55
B <b>-</b> 227175	2D- 2	B-227845	8D- 8
B-227285.3	18D-33	B-227849	28D-55
B <del>-</del> 227296	1D <b>-</b> 1	B-227854,	
B <b>-</b> 227304	17D-29	et al.)	15D-24
B <b>-</b> 227306	18D-33	B <b>-</b> 227861	11 <b></b> D <b>-</b> 11
B <b>-</b> 227359	3D- 5	B <b>-</b> 227872	30 <b></b> D <b>-</b> 60
B <b>-</b> 227374	25D-50	B-227883.2	14 <b></b> D-18
B <b>-</b> 227375	24D-45	B-227894	23D-43
B-227383	25 <b></b> B <del>-</del> 10	B <b>-</b> 227898	21 <b>D-</b> 39
B-227388	3A- 2	B-227900.2	17 <b></b> D <b>-</b> 30
B-227399	17D-30	B-227903	28D <b>-</b> 56
B-227435	25C- 7	B-227904	11D-12
B-227470	21D-38	B-227905	16 <b></b> D <b>-</b> 26
B-227491.2	14D-17	B-227906	21D-40
B-227502	10D-10	B-227912	17D-31
B-227505	21C- 2	B-227915	18D-35
B-227513	8A- 4	B-227926	14D-18
B-227587	3B- 2	B-227940	21D-40
B-227603	29D-59	B-227942.3)	
B-227627	16A- 7	B-228753.2)	18D-36
B-227640	8D- 8	B-227948	18D-36
B-227643.2	15D-22	B-227962	21D-40
B <b>-</b> 227676.2 B-227695	23D-43	B-227964.2	14D-18
B-227696	23B- 6	B-227982	14D-19
B-227697	21D-38	B-228037.2	24D-46
B-227729	18D-35 10D-10	B-228056	2D- 3
B-227754	22D-41	B-228062 B-228068.3	3D- 5
B-227763	17A- 8	B-228079.2	30D-61
B-227802	24D-46	B-228079.2 B-228093	16D-26
B-227805	25D-52	B-228122	8D- 9 25D-52
B-227812	11D-11	B-228135	25D-52 16D-27
B-227831	10D-11	B-228144	17D-27
B-227832	15D-22	B-228145	23D-44
	10000-LC	D-22017J	≤ ) • • • D=44

LI

# TABLE OF DECISIONS - Con.

	Sept.	Page		Sept.	Page
B-228180 B-228201 B-228221 B-228254 B-228645 B-228663 B-228683 B-228683	30 30. 28. 30. 21. 25. 15. 24.	.D-61 .D-62 .D-56 .D-62 .D-41 .C-7 .C-1 .D-47	B-228835.2 B-228859 B-228891 B-228908 B-228915 B-228953 B-228951 B-228991 B-229060	16 11 3 24 18 16 29 17	.D-27 .A- 4 .D- 5 .D-47 .D-37 .A- 7 .B-13 .D-31
B-228731 B-228792	-	•D-53 •D- 2	B-229061	18	•D-37

III

ś

#### APPROPRIATIONS/FINANCIAL MANAGEMENT

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-226695 Sept. 1, 1987 Liability Debt collection

## APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers Relief Physical losses Theft

Messenger, while in actual possession of government funds, is liable for loss resulting from an armed robbery. Relief is granted since messenger was acting in his official capacity and was not implicated in the robbery.

## APPROPRIATIONS/FINANCIAL MANAGEMENT Claims By Government B-212222 Sept. 3, 1987 Past due accounts Interest State/local governments

í

i I

ş

÷

ę

GAO urges the Justice Department to seek rehearing or appeal (as necessary) of the decision in <u>Arkansas v.</u> <u>Block</u>, Nos. 86-2018 & 86-2060 (8th Cir. Aug. 4, 1987) which held that the definition of "person" contained in section 11 of the Debt Collection Act of 1982, Pub. L. No. 97-365, <u>codified at</u> 31 U.S.C. 3717 (1982), abrogated the government's common law right to assess interest on delinquent debts owed by units of state and local government.

A – 1

# APPROPRIATIONS/FINANCIAL MANAGEMENT Appropriation Availability B-227388 Sept. 3, 1987 Purpose availability Specific purpose restrictions Fines State/local governments

The false alarm fines imposed by the City of Council Bluffs, Iowa, are not payable by the federal government unless there has been an express statutory waiver of sovereign immunity.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Appropriation Availability Purpose availability Specific purpose restrictions Taxes State/local governments

The alarm system registration fee imposed by the City of Council Bluffs, Iowa, is actually a tax which is levied to defray the costs of emergency services which are required by law to be provided. These services must be provided to the United States on the same basis as to any citizen, even though the federal government is constitutionally immune from paying the taxes which support these services.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-224961 Sept. 8, 1987 Certifying officers Relief Illegal/improper payments Overpayments

Relief granted to finance and accounting officers for loss due to improper payment of active duty pay to individual who had been discharged. Both officers maintained and implemented an adequate system of procedures and controls. Initial filing error appears to be the type of clerical error which will occur even in a well-supervised office. Subsequent failures in the established safeguard system occurred beyond the control of the Finance and Accounting Officers.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers Illegal/improper payments Liability restrictions Compromises

Personal pecuniary liability of a Finance and Accounting Officer is limited pursuant to 31 U.S.C. 3711(d) which provides that an accountable officer is not liable for an amount paid if the amount is not recovered because of a compromise. ÷

# APPROPRIATIONS/FINANCIAL MANAGEMENT Claims By Government B-227513 Sept. 8, 1987 Private relief bills Debt collection Waiver

Pursuant to the Meritorious Claims Act, 31 U.S.C. 3702(d), we recommend that Congress enact legislation relieving an employee of liability for travel expenses based on equitable considerations present in this case. Employee performed return travel from his temporary duty station under emergency conditions, with permission of his instructor, under reasonable belief that his expenses would be paid. Nothing indicates that employee had knowledge or reason to know that the payment for travel was erroneous, and we believe that collection action would be against equity and good conscience and not in the best interests of the United States. Further, travel predated passage of acts that could have provided relief. Pub. L. 99-234, 102, 99 Stat. 1756 (1986), and Pub. L. 99-234, 1(a), 99 Stat. 1741 (1985).

1

1

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-228859 Sept. 11, 1987 Cashiers Relief Illegal/improper payments Forgeries

U.S. Army Finance and Accounting Officer and his Deputy are relieved of liability for improper payment made by subordinate cashier because they maintained an adequate system of procedures to prevent improper payments. The cashier is also relieved because he followed all prescribed procedures for cashing checks, notwithstanding that the payee circumvented those procedures through criminal activity. We remind the Army of the requirement to promptly report financial irregularities in order to avoid any statute of limitation period.

#### APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-228859 Con't Disbursing officers Sept. 11, 1987 Relief Illegal/improper payments Forgeries

U.S. Army Finance and Accounting Officer and his Deputy are relieved of liability for improper payment made by subordinate cashier because they maintained an adequate system of procedures to prevent improper payments. The cashier is also relieved because he followed all prescribed procedures for cashing checks, notwithstanding that the payee circumvented those procedures through criminal activity. We remind the Army of the requirement to promptly report financial irregularities in order to avoid any statute of limitation period.

### APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-222915 Sept. 16, 1987 Cashiers Relief Illegal/improper payments Fraud

Relief is granted to an Army cashier for an improper payment because she followed the payment procedures set out by her supervisor. A cashier can be granted relief when there is a showing that before paying the vouchers she verified that the voucher was certified or audited, the genuineness of the auditor's initials, and that the payee was properly identified by a picture ID.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-222915 Con't Disbursing officers Sept. 16, 1987 Relief Illegal/improper payments Fraud

Relief is granted to an Army finance and accounting officer for improper payments because he maintained an adequate system of procedures and controls to safeguard his account and supervised his subordinates to ensure that the system was followed. The loss was due solely to the payee's fraud.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers Liability GAO authority

In improper payment cases the GAO has the discretion under 31 U.S.C. 3527(c) to deny relief unless the finance and accounting officer can show "aggressive agency collection" actions as defined by 4 C.F.R. 102.1-102.2.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-227627 Sept. 16, 1987 Disbursing officers Relief Illegal/improper payments Substitute checks

Relief is granted Army disbursing official and his deputy under 31 U.S.C. 3527(c) from liability for improper payments resulting from payee's negotiation of both original and recertified checks. Proper procedures were followed in the issuance of the recertified check, there was no indication of bad faith on the part of the disbursing official and his deputy, and subsequent collection attempts are being pursued. However, for cases involving notices of loss received after June 1, 1986, where the payee has left the Army or its employ, we will deny relief if Army delays more than 3 months in forwarding the debt to its Collections Division.

#### APPROPRIATIONS/FINANCIAL MANAGEMENT Accountable Officers B-228953 Sept. 16, 1987 Disbursing officers Relief Illegal/improper payments Substitute checks

Relief is granted Army Disbursing official and his deputy under 31 U.S.C. 3527(c) from liability for improper payments resulting from payee's negotiation of both original and recertified checks. Proper procedures were followed in the issuance of the recertified check, there was no indication of bad faith on the part of the disbursing official and his deputy, and subsequent collection attempts are being pursued. However, for cases involving notices of loss received after June 1, 1986, where the payee has left the Army or its employ, we will deny relief if Army delays more than 3 months in forwarding the debt to its Collections Division.

# APPROPRIATIONS/FINANCIAL MANAGEMENT Appropriation Availability B-227763 Sept. 17, 1987 Purpose availability Specific purpose restrictions Telephones

Provisions of 2 U.S.C. which authorize furnishing of telephone and telecommunications services to Senators appear sufficient to authorize acquisition and installation of cellular telephones in Senators' private automobiles, provided the Senate committee on Rules and Administration determines that the expense is "intimately and directly connected with the routine legislative business of the Senate" as required by 2 U.S.C. 68-2. Policy considerations underlying statutory prohibition on use of appropriated funds for residential telephones (31 U.S.C. 1348) are not controlling. B-186872, August 12, 1976, modified.

### APPROPRIATIONS/FINANCIAL MANAGEMENT Appropriation Availability B-226503 Sept. 24, 1987 Purpose availability Specific purpose restrictions Taxes State/local governments

While the Department of Education (Department) may not pay a tax bill levied by the Town of Seneca Falls, New York for sewer services provided in 1986 to property owned by the Department, it must pay the Town the reasonable value of the services on a <u>quantum meruit</u> basis. The services would have constituted a permissible procurement, the government received and accepted the services, and the Town acted in good faith. The GAO offers a formula to assist the Department in calculating the dollar value of the benefits received.

#### APPROPRIATIONS/FINANCIAL MANAGEMENT Appropriation Availability B-222853 Sept. 29, 1987 Purpose availability Lump-sum appropriation Administrative discretion

Since the Department of Transportation's 1986 Research and Special Programs Administration Appropriation (RSPA) was a lump sum appropriation covering all authorized activities of the RSPA including both the National Gas Pipeline Safety Grant Program and the Hazardous Liquid Pipeline Safety Grant Program, the appropriation is available for both programs even though only one was specifically mentioned in the appropriation act.

B-226722 Sept. 1, 1987

## CIVILIAN PERSONNEL Travel Medical emergencies Travel expenses Reimbursement

Under 4 C.F.R. Part 22, the National Weather Service and the National Weather Service Employees Organization ask whether an employee stationed in Barrow, Alaska, could be reimbursed under 15 U.S.C. 1514(a) for expenses incurred in traveling to Anchorage, Alaska, to have a growth in his throat removed since there were no facilities to perform the operation in Barrow. Since, in the opinion of the physicians in Barrow and Anchorage, the employee needed immediate attention for the rapidly enlarging growth in his throat and since this condition could not have been foreseen or anticipated, we conclude that a proper basis exists for payment of these travel expenses.

CIVILIAN PERSONNEL B-225082 Sept. 3, 1987 Travel Lodging Reimbursement Government quarters Availability

Civilian employee of Air Force on temporary duty may be reimbursed for commercial lodging although he did not obtain a certificate of nonavailability of Government quarters as required by 2 JTR para. C1055. Employee's travel orders referenced agency regulation that orders were complete as regards use of quarters. Therefore, since he received travel advance including a portion of per diem for lodging expenses, his travel orders effectively provided that Government quarters were not available to him, and he may be reimbursed his lodging expenses.

B – 1

B-225183 Sept. 3, 1987

CIVILIAN PERSONNEL Compensation Overtime Eligibility Military leave

An employee's claim for compensation for 8 hours of overtime work which he claims he would have worked but for being on military leave while on duty with his Reserve unit may not be allowed because he presented no evidence that the overtime was regularly scheduled or approved prior to the administrative workweek.

#### CIVILIAN PERSONNEL B-227587 Sept. 3, 1987 Relocation Residence transaction expenses Reimbursement Eligibility Time restrictions

An employee, who transferred to a new duty station effective November 16, 1982, may not be reimbursed for the sale of former residence since settlement did not occur until May 16, 1986, more than 3 years after the date he reported to his new duty station. The 3-year time limitation imposed by paragraph 2-6.1e of the Federal Travel Regulations has the force and effect of law and may not be waived in any individual case. Furthermore, the failure of the employing agency to exercise its discretion to provide private relocation services, including arrangement for the purchase of the employee's former residence, does not provide a basis to allow this claim.

**B** – 2

B-224631 Sept. 17, 1987

CIVILIAN PERSONNEL B Relocation Actual expenses Eligibility Distance determination

CIVILIAN PERSONNEL Relocation Expenses Reimbursement Eligibility Government advantage

Department of the Navy employee's transfer to a new duty station 45 miles from his old duty station pursuant to a merit promotion was in the interest of the Government. Because the distance between the two duty stations was more than 10 miles and because the employee relocated his residence from 60 miles to 30 miles from the new station, he is entitled to relocation expenses.

CIVILIAN PERSONNEL B-202098 Sept. 18, 1987 Compensation Overtime Eligibility Commuting time

It is a well-established rule that normal commuting time between an employee's residence and duty station is not compensable overtime. This rule applies to an employee who commutes in a carpool with his supervisors even if work-related matters are discussed during the commute.

B ~ 3

# CIVILIAN PERSONNEL B-202893 Compensation Retired personnel Government attorneys Post-employment restrictions

The case of a former DOE employee who represented an oil company in seeking a resellers refund under the Stripper Well settlement agreement was properly referred to the Department of Justice for possible prosecution under 18 U.S.C. 207(a). As a DOE employee, the same individual negotiated the Stripper Well settlement agreement. Because administration of the resellers fund is part of the remedy provided for by that settlement agreement, it would appear to be part of the same particular matter involving specific parties as the negotiations in which the individual participated as a DOE employee. For this reason, 18 U.S.C. 207(a) would appear to prohibit him from representing anyone seeking a refund under the settlement agreement.

#### CIVILIAN PERSONNEL B-225089 Sept. 21, 1987 Travel Local travel Travel expenses Reimbursement Emergencies

A Social Security Administration claims representative whose life was threatened by a disability applicant was advised by police to leave home that night and she spent the night at a local hotel. Agency's appropriated funds are available in circumstances of extreme emergencies involving danger to human life or destruction of Federal property. Here, there was a direct threat to the employee's life arising out of her performance of assigned duties and a clear need for immediate protection. Accordingly, the agency's funds may be used for the expenses incurred.

B-4

# CIVILIAN PERSONNEL B Travel Temporary duty Travel expenses Return travel Personal convenience

A member of the Energy Research Advisory Board was issued a round-trip airline ticket for travel to attend a 3-day Board meeting in Seattle which was due to end on a Friday afternoon. His return flight to his home in Oklahoma City was scheduled for Saturday. When the meeting ended several hours earlier than anticipated on Friday, he decided to return to Oklahoma City that afternoon on a different airline at an additional cost of \$223. Because he unilaterally altered the approved travel schedule, his reimbursement for the additional expense incurred is limited by the constructive cost of the approved travel. His claim for \$223 may be paid only in the amount he would originally have been allowed that Friday and Saturday if he had not departed from Seattle earlier than scheduled.

CIVILIAN PERSONNEL B-226851 Sept. 21, 1987 Relocation Household goods Weight restrictions Liability Waiver Civilian employee whose household goods exceeded his

weight allowance in a shipment from the Philippines to the United States seeks reimbursement for excess charges on the ground that a restriction on the sale of personal property in the Philippines at the time of his transfer prevented him from disposing of excess items. The claim is denied since at the time of the employee's transfer there was no authority to relieve him from the costs in excess of those authorized by statute, regardless of the reasons.

B -- 5

# CIVILIAN PERSONNEL B-224 Relocation Temporary quarters Actual subsistence expenses Eligibility Extension

To justify an extension of temporary quarters subsistence expenses, the employing agency's policy directive and the Federal Travel Regulations require a need for an extension due to circumstances occurring beyond the employee's control (short-term delay) within the first 60 days in temporary quarters. The employing agency's policy directive also requires scheduling of construction of a new home so that its occupancy can be expected within the first 60 days of temporary quarters. Since construction was not scheduled for completion under the employee's contract until after the first 60 days in temporary quarters, the employee is not entitled to an extension.

# CIVILIAN PERSONNEL B-227695 Sept. 23, 1987 Compensation Overtime Eligibility Commuting time

Several Charleston Naval Shipyard employees claim overtime compensation when they are in a temporary duty status and travel by bus, outside of their normal duty hours, from their lodgings to the Naval Submarine Base, Kings Bay, Georgia, during extended refit periods. The time spent traveling outside of regular duty hours as passengers by these prevailing rate (wage board) employees who are covered by the Fair Labor Standards Act (FLSA) between the point of temporary duty lodgings and the temporary duty job site is not considered compensable hours of work under either the FLSA or 5 U.S.C. 5544(a) (1982). Thus, the employees' claims for overtime compensation under these statutes are denied.

B-6

B-217885 Sept. 25, 1987

# Compensation Retroactive compensation Eligibility Adverse personnel actions Classification

CIVILIAN PERSONNEL

A former employee of the Department of the Army is not entitled to backpay on the basis that she held a position that was reclassified from grade GS-12 to grade GS-13. The evidence furnished by the Army indicates that the position was in fact occupied by another employee. The burden of proof is upon the employee to establish the liability of the government and her right to payment, and she has not met that burden.

## CIVILIAN PERSONNEL B-223102 Sept. 25, 1987 Relocation Residence transaction expenses Loan origination fees Reimbursement

A commercial loan application fee charged an employee for the purchase of a house incident to transfer may be reimbursed under FTR para. 2-6.2(d) as a fee similar to an FHA or VA fee for loan application.

CIVILIAN PERSONNEL Relocation Temporary quarters Parking fees Reimbursement

A transferred employee occupying temporary quarters rented by the month at his new duty station may not be reimbursed a parking fee that is separate from the monthly rent.

B – 7

## CIVILIAN PERSONNEL B-223102 Con't Temporary Quarters Sept. 25, 1987 Actual subsistence expenses Reimbursement Amount determination

A transferred employee who rented temporary quarters on a monthly basis should have the total monthly rent prorated to only the days that are counted as part of the temporary quarters period within the monthly rental period. The days that the employee performed temporary duty interrupted the temporary quarters period and are not counted as part of the temporary quarters period.

CIVILIAN PERSONNEL B-224750 Sept. 25, 1987 Travel Travel expenses Overpayments Debt collection Collection procedures

Collection by offset from employees' salaries for excess amounts they received for travel expenses due to their submitting allegedly fraudulent lodging receipts must be made pursuant to 5 U.S.C. 5514. Under that statute and implementing regulations they are entitled to procedural safeguards, including a hearing if they so request.

B-8

B-224811 Sept. 25, 1987

```
CIVILIAN PERSONNEL B-22
Travel
Temporary duty
Per diem
Claims
Statutes of limitation
CIVILIAN PERSONNEL
```

Travel Temporary duty Per diem Eligibility

An employee of the Forest Service claims per diem in connection with tours of duty at two worksites for the period from May 14, 1979, to November 16, 1984. His claim was received in the General Accounting Office (GAO) on October 8, 1985. That portion of his claim prior to October 8, 1979, is barred and may not be considered by GAO since it accrued more than 6 years prior to the date it was received by GAO. 31 U.S.C. 3702(b) (1982).

CIVILIAN PERSONNEL Travel Temporary duty Per diem Eligibility

CIVILIAN PERSONNEL Travel Temporary duty Travel expenses Privately-owned vehicles Mileage

A Forest Service employee claims per diem while assigned to a remote, seasonal worksite 6 months of every year. Although the agency designated two official duty stations for this employee and officially transferred him every 6 months from one station to the other, we conclude that the remote, seasonal worksite was a temporary duty location. The employee is entitled to appropriate per diem and mileage allowances while performing this temporary duty.

B – 9

B-227383 Sept. 25, 1987

## CIVILIAN PERSONNEL Leaves of Absence Annual leave Forfeiture Restoration

Employee of the Defense Logistics Agency in September 1986 scheduled use of annual leave to avoid forfeiture at end of leave year. In November 1986 employee suffered cardiac trauma resulting in absence from work until January 1987. Because employee was in a sick leave status he forfeited the annual leave in excess of 240 hours. That annual leave was restored by the agency to the employee's account under 5 U.S.C. 6304(d)(1)(C), with the exception of 8 hours of annual leave scheduled for December 26, 1986, an administratively declared holiday. Those 8 hours of annual leave may be restored, because in cases of prolonged illness preceding the end of a leave year the employee is presumed to have requested proper scheduling of annual leave to avoid forfeiture, and proper scheduling in this case would have avoided forfeiture for December 26.

# CIVILIAN PERSONNEL Travel Lodging Expenses Reimbursement Mobile homes

An employee who, incident to the performance of longterm temporary duty travel to a number of locations, chose to use a motor home as his travel residence, is permitted to include certain expenses to compute his average lodging costs for per diem purposes under the Federal Travel Regulations. The expenses permitted are parking space rental fees, utility costs (connection and disconnection fees, bath or shower fees and dumping fees), and where it is established that the motor home was purchased specifically as a travel residence for such temporary duty, monthly interest paid on his motor home loan during the temporary duty period. However, he may not include loan principal payments or the cost of maintenance or depreciation on the motor home.

B – 1 O

B-224647 Sept. 28, 1987

CIVILIAN PERSONNEL Relocation Relocation travel Dependents Eligibility

CIVILIAN PERSONNEL Relocation Temporary quarters Actual subsistence expenses Dependents Eligibility

National Security Agency employee transferred to overseas post is not entitled to any travel, transportation or relocation expenses, overseas living quarters allowances, or supplementary post allowances, erroneously paid by the agency on account of employee's dependent son. Son was in sole legal custody of employee's former spouse by virtue of a court order and was therefore not a member of the employee's household as required by the pertinent regulations.

B-11

CIVILIAN PERSONNEL Compensation Debt collection Waiver Authority Applicability B-224647 Con't Sept. 28, 1987

With enactment of Public Law No. 99-224, December 28, 1985, the waiver authority in 5 U.S.C. 5584 has been extended to include erroneous payments of travel, transportation and relocation expenses and allowances. This amendment is not retroactive, so the expanded waiver authority applies only to overpayments made on or after December 28, 1985. The Comptroller General lacks jurisdiction to consider waiver of overpaid travel and transportation expenses and supplementary post allowances for National Security Agency employee's minor son in connection with employee's overseas transfer, since such expenses were paid prior to the December 28, 1985, effective date of the expanded waiver act coverage.

Waiver of overpayments covering living quarters allowance for employee's non-dependent son is denied since misinformation concerning the status of minor sons which the employee provided to agency authorizing officials in connection with his request for overseas transfer allowances constitutes fault on the part of employee within the meaning of 5 U.S.C. 5584(b)(1) (1982). This provision precludes the Comptroller General from exercising equitable waiver authority where the employee was at fault in providing erroneous information that gave rise to the erroneous payment.

B-12

#### B-228991 Sept. 29, 1987

#### CIVILIAN PERSONNEL Compensation Resignation Effective dates

An employee resigned from a position with civil service retirement coverage at the end of 1986 so that she and her husband could claim the full deduction for individual retirement account contributions in 1987, under tax law allowing certain couples such a deduction if neither spouse participates in a retirement plan. The employee was paid for 1986 work in 1987, and the IRS ruled that retirement contributions deducted from her pay actively involved her in a retirement plan during 1987. We advise the interested Congressman that the employee's resignation may not be backdated so as to negate 1987 retirement coverage because we have held that separation dates cannot be changed just because the employee chose a date with later proved disadvantageous.

B-13

#### MILITARY PERSONNEL

# MILITARY PERSONNEL B-225035 Sept. 15, 1987 Pay Educational benefits

## Amount determination Statutory restrictions

Off-duty college tuition assistance provided by military departments is subject to percentage limitation on "charges" of educational institution. 10 U.S.C. 2007. Under North Carolina statute, non-domiciliary military personnel are "charged" out-of-state tuition rate, but portion to be paid by individual is reduced in accordance with statutory formula. Although application of percentage limit to full tuition rate will result in government's paying more than that percentage of actual costs, payment on this basis will not violate 10 U.S.C. 2007 nor constitute improper use of appropriations.

#### MILITARY PERSONNEL B-228683 Sept. 15, 1987 Leaves of Absence Unused leave balances Lump-sum payments

Former Navy member who had been paid for 30 days' accrued leave during active service and was paid for 30 days' accrued leave at the time of her discharge requests payment for the additional 25 days of accrued leave standing to her credit upon discharge. The former member may not be paid for the additional 25 days' leave because 37 U.S.C. 501(f) and implementing Department of Defense regulations provide that a member may be paid for no more than 60 days of unused accrued leave during his or her military career.

**C** – 1

B-227505 Sept. 21, 1987

MILITARY PERSONNEL Pay Survivor benefits Annuity payments Eligibility

Claim for Survivor Benefit Plan (SBP) annuity by the alleged fourth wife of a deceased former service member cannot be allowed. Absent a determination by a court of competent jurisdiction of the validity of the service member's foreign divorce from his third wife, the marital status of the service member who obtained the divorce in Mexico and subsequently married the claimant here is too uncertain to determine the proper recipient of the member's SBP annuity. In any event, even if the foreign divorce were validated so as to make the claimant the service member's lawful wife at the time of his death. she could not qualify for the SBP annuity. Member's action in listing his third wife as spouse on the SBP form after his marriage to fourth wife, if the divorce is valid, nullifies his election to participate in the SBP and no one gets the annuity.

# MILITARY PERSONNEL B-224946 Sept. 25, 1987 Pay Retroactive pay Compensatory damages Eligibility

When an Army member is found to have been erroneously separated from active duty and is retroactively restored to active duty status under the provision of law authorizing the correction of military records, he may properly claim the military "pay, allowances, compensation, emoluments, or other pecuniary benefits," which he lost during the interim period, but payment may not be made on any additional claim he may bring for compensatory damages which may have resulted from his erroneous separation from active military service.

## MILITARY PERSONNEL B-224946 Con't Pay Sept. 25, 1987 Retroactive pay Deductions Outside employment

If an Army member is involuntarily separated from but later retroactively restored to active duty through the correction of his military records, he thereby becomes entitled to retroactive payment of interim active duty military pay and allowances; however, his interim civilian earnings must be deducted from that award of military readjustment pay and allowances in the settlement of his military pay accounts incident to the records correction proceedings.

#### MILITARY PERSONNEL

Pay Retroactive pay Interest

Interest on unpaid accounts may not be assessed against the United States in the absence of express statutory authority. Provisions of 10 U.S.C. 1552 governing military records correction proceedings contain no authority for the payment of interest on readjustment pay; hence, interest does not accrue on military pay due to a service member on account of a correction of his records under 10 U.S.C. 1552.

C – 3

MILITARY PERSONNEL. B-224946 Con't Pay Sept. 25, 1987 Retroactive pay Settlement terms Acceptance effects

In the absence of a mutual mistake in numerical computation or similar undisputed error which remains undetected at the time of settlement, acceptance of settlement by Army member incident to administrative action to correct his military records bars pursuit of further claims by the member against the government in the matter.

Acceptance of settlement by an Army member incident to the administrative correction of his military records would not operate to bar his subsequent request for waiver of erroneous payments of military pay and allowances shown as debits to his account in the settlement statement; and the gross amount of such erroneous payments could be considered for waiver.

#### MILITARY PERSONNEL

Pay Social Security Taxes Refunds GAO authority

The Federal and State tax consequences of military records correction proceedings concluded under 10 U.S.C. 1552 are matters primarily for consideration by the concerned revenue authorities; hence, if a retired Army member's records are corrected nullifying his retirement and retroactively restoring him to active duty status, his application for a tax refund believed due for Social Security (FICA) taxes debited against the active duty military readjustment pay credited to him in the settlement of his military pay accounts would be a matter for submission to the United States Internal Revenue Service.

## MILITARY PERSONNEL Relocation Temporary quarters Actual expenses Reimbursement Eligibility

A member of the uniformed services required by Air Force regulations to live on base who for 30 days is forced to relocate with his dependents into temporary quarters without kitchen facilities at his permanent duty station due to uninhabitability of his government quarters incurred additional expenses for meals. Since the member's evacuation was necessary for the proper administration of the facility as well as the personal safety of the member and his family, the member may be reimbursed the expenses he incurred over and above what he would have spent for food had he been allowed to remain in on-base housing.

#### MILITARY PERSONNEL. B-225873 Sept. 25, 1987 Pay Insurance premiums Debt collection

Life insurance premiums paid by allotment after the death of a member are to be recouped since an insurance company has no right to premiums after the member's death.

B-225873 Con't Sept. 25, 1987

## MILITARY PERSONNEL Pay Overpayments Error detection Debt collection Waiver

An allotment erroneously paid from the pay and allowances of a member of the uniformed services after the death of the member may not be recouped from the recipient thereof or charged against the pay of the deceased member, except an allotment for unearned insurance premiums.

The anti-recoupment provisions of 31 U.S.C. 3727(e)(2) and 37 U.S.C. 556(f) apply to any person, including assignees, transferees or allottees, receiving money paid under an assignment or allotment of pay or allowances authorized by law, except unearned insurance premiums. This includes an allottee who may also be the beneficiary of the arrears of pay.

#### MILITARY PERSONNEL B-225897 Sept. 25, 1987 Pay Survivor benefits Eligibility

Retired military member who has waived military retired pay in order to increase civil service annuity cannot use both military and civilian service to provide a double survivor benefit or annuity for a dependent child. Since by operation of law the dependent child of a civil service employee will receive a civil service survivor annuity, the child may not be a beneficiary for military Survivor Benefit Plan (SBP) annuity.

#### MILITARY PERSONNEL Pay Eligibility Retired personnel Reserve officers

Retired officers of the Regular Air Force who are duly appointed as Reserves of the Air Force for service in the Air National Guard of the United States are entitled to the pay and allowances prescribed by law for duty performed under their Reserve appointments, provided that they waive their military retired pay on the days for which they claim National Guard pay and allowances. Current Air National Guard regulations limit this arrangement to appointments to the position of Adjutant General or Assistant Adjutant General of a State. If the Secretary of the Air Force concludes that retired members of the Regular Air Force should be eligible for appointment to other positions in the Air National Guard, however, the Secretary may amend the regulations to authorize such additional appointments.

# MILITARY PERSONNEL B-228663 Sept. 25, 1987 Relocation Household goods Shipment Restrictions Privately-owned vehicles

Members of the uniformed services are entitled by law to the transportation of an automobile at public expense to an overseas home of their selection upon their retirement, but the terms of the applicable statute and regulations provide no additional entitlement to reimbursement of brokerage fees, handling charges, and storage costs incurred after the automobile arrives at the overseas port of entry. Hence, in the case of a retired Public Health Service officer whose automobile was impounded at port by Peruvian police as suspected contraband while it was in transit to the officer's home of selection in Lima, Peru, the officer may not be allowed reimbursement of the brokerage fees, handling charges, storage costs, and other expenses incurred in obtaining the automobile's release from impoundment.

C – 7

#### PROCUREMENT

PROCUREMENT B-227296 Sept. 1, 1987 Bid Protests 87-2 CPD 215 GAO procedures Protest timeliness 10-day rule Adverse agency actions

An agency's defense of its evaluation of a proposal at a debriefing held in response to a protest to the agency alleging that the evaluation had been improper constitutes initial adverse agency action on the protest such that any subsequent protest to the General Accounting Office must be filed within 10 working days of the debriefing.

#### PROCUREMENT

#### Competitive Negotiation Discussion Determination criteria

Where an offeror represents in its proposal that resources of its parent company will be available to it during contract performance, an agency properly may consider the experience of the parent company in evaluating the offeror's proposal.

#### PROCUREMENT

Contractor Qualification Responsibility Contracting officer findings Affirmative determination GAO review

Protest alleging that the awardee does not have the capacity to perform the contract because of its lack of experience as a separate entity and because the resources of its parent company may not be available to it is dismissed because the protest involves the contracting officer's affirmative determination of the awardee's responsibility, a matter the General Accounting Office generally does not review.

PROCUREMENT B-228792 Sept. 1, 1987 Sealed Bidding 87-2 CPD 216 Bids Responsiveness Acceptance time periods Deviation

When a bidder, either by intent or mistake, specifies in its bid an acceptance period less than the minimum period expressly required by the government in the solicitation, the bid is nonresponsive on its face and must be rejected.

## PROCUREMENT B-227175 Sept. 2, 1987 Competitive Negotiation 87-2 CPD 217 Contract awards Administrative discretion Cost/technical tradeoffs Cost savings

Contention that agency's decision to make award under oral request for proposals (RFP) to lowest priced, technically acceptable offeror improperly was based on factors other than those identified to the protester is without merit, since protester was advised of agency's decision to award based on price when RFP was issued, and remarks by contracting officer to protester after RFP was issued and before proposals were due could not reasonably be interpreted to mean that the agency had changed the basis for award.

#### PROCUREMENT

Competitive Negotiation Requests for proposals Evaluation criteria Sufficiency

Statutory provision regarding evaluation factors in award of contracts (10 U.S.C. 2305(a)(3)) does not require that offerors' relative technical quality be included as an evaluation factor in all solicitations; provision requires only that solicitation specify the importance of technical quality relative to the other evaluation factors.

## PROCUREMENT B-228056 Sept. 2, 1987 Socio-Economic Policies 87-2 CPD 218 Small businesses Competency certification Extension Administrative discretion

Section 8(a) subcontracting program is a noncompetitive procedure established by statute, and contracting agencies' broad discretion to determine appropriateness of 8(a) award is not limited by regulations on small business set-aside procurements.

Allegation that Small Business Administration did not perform proper study of impact of 8(a) subcontract on incumbent small business is denied where impact study furnished by agency shows that proper study was made and that 8(a) decision is consistent with findings.

#### PROCUREMENT B-226841.4 Sept. 3, 1987 Competitive Negotiation Offers Late submission Acceptance criteria

Contracting agency properly rejected a late proposal where the offeror's agent was the paramount cause of late delivery by delivering the proposal to the wrong office even though employees in the office to which the proposal was delivered did not redirect the agent to the office on the address label and did not forward the envelope, which was not marked as a proposal, until the next business day.

## PROCUREMENT B-226935 Sept. 3, 1987 Special Procurement Methods/Categories Computer equipment/services Competitive restrictions Federal procurement regulations/laws Compliance

Army's proposed 3-tier computer architecture standards policy, wherein competition is restricted to only operating system software which can be run on IBM hardware, does not comply with the Federal Information Resources Management Regulation based on the evidence before us, which requires a special justification for a compatibility limited requirement, which justification has not been advanced by the Army.

PROCUREMENT	B-227090; B-227156
Bid Protests	Sept. 3, 1987
Allegation	87-2 CPD 219
substantiation	
Burden of proof	

Protester has not proven its case when the only evidence on an issue of fact is conflicting statements of the agency and the protester.

PROCUREMENT Competitive Negotiation Requests for proposals Terms Intellectual property Incumbent contractors

Protest that agency wrongfully disclosed technical data proprietary to protester is denied where, under the terms of the Defense Acquisition Regulation (DAR), the agency purchased unlimited rights in the disputed technical data. General Accounting Office construes the language of the DAR to permit the agency to use this data in any manner whatsoever. Thus, the agency's use of this data in its current acquisition of this item was proper.

PROCUREMENT B-227359 Sept. 3, 1987 Sealed Bidding 87-2 CPD 220 Invitations for bids Cancellation Justification Price reasonableness

Protest against cancellation of item in solicitation after opening of bids is denied, where agency relied upon historical costs for determination that bids were unreasonably high, and protester has not met burden necessary to show bad faith or that the determination was unreasonable.

## PROCUREMENT B-228062 Sept. 3, 1987 Sealed Bidding 87-2 CPD 221 Hand-carried bids Late submission Acceptance criteria

Where the bid opening officer receives a hand-carried bid after declaring the arrival of the 10:00 a.m. bid opening time as shown on the bid opening room clock, the agency properly rejected the bid as late. The bid opening officer's declaration is determinative of lateness unless shown to be unreasonable under the circumstances.

PROCUREMENT	B-228891		Sept.	3,	1987
Contract Disputes	87-2	CPD	222		
GAO review					

Contract claim based on improper agency action of awarding contract covered by another firm's contract options is matter to be pursued under firm's contract disputes clause and Contract Disputes Act of 1978.

PROCUREMENT B-228891 Con't Contract Management Sept. 3, 1987 Contract administration Options Use GAO review

Question of whether work should be ordered from contractor by extending options or under contract due to be awarded is a matter of contract administration not for review by General Accounting Office.

PROCUREMENT B-225747.2 Sept. 4, 1987 Sealed Bidding 87-2 CPD 223 Bids Evaluation Value engineering

Where solicitation allowed bids on only military specification or a specified value engineering change proposal (VECP), and provided for addition of evaluation factor to bid which indicates it is based on VECP, a bid not indicating it was based on VECP nevertheless should have evaluation factor added where it becomes clear that the bid in fact was based on VECP.

PROCUREMENT Sealed Bidding Invitations for bids Terms Interpretation Alternate bids

Protester's interpretation of solicitation as providing for three bidding alternatives is unreasonable where item description sets forth only two alternatives and solicitation does not elsewhere expressly establish third alternative or otherwise augment item description.

#### PROCUREMENT Bid Protests Allegation Abandonment

B-227082.2 Sept. 8, 1987 87-2 CPD 224

Where a protester says that it wants the General Accounting Office (GAO) to consider all the issues it raised in its protest to the contracting agency, and subsequently withdraws one of them, GAO will consider all of the remaining issues whether or not they are specifically reargued.

#### PROCUREMENT

Bid Protests GAO procedures GAO decisions Reconsideration

Decision which is not shown to be legally or factually incorrect is affirmed on reconsideration.

## PROCUREMENT B-227140 Sept. 8, 1987 Competitive Negotiation 87-2 CPD 225 Requests for proposals Amendments Evaluation criteria Weighting

Nineteen-day period allowed for submission of best and final offers, following an amendment changing the relative weights of evaluation criteria, was not unreasonable where it is not shown that additional time was needed to revise proposals, and it does not appear that the change in criteria prejudiced the protester's competitive position in any event.

PROCUREMENT B-227640 Sept. 8, 1987 Sealed Bidding 87-2 CPD 226 Bid guarantees Responsiveness Minor deviations Time/date notations

The omission of the date of execution of a bond on the bid bond form is a waivable minor informality since other information provided on form clearly establishes liability of the surety on the bond and government obtains same protection as it would under a bond including its date of execution.

PROCUREMENT B-227845 Sept. 8, 1987 Special Procurement 87-2 CPD 227 Methods/Categories Federal supply schedule Purchases Cost/technical tradeoffs Technical superiority

When placing an order under a mandatory, multiple-award Federal Supply Schedule, a contracting agency is not required to select the lowest priced vendor where the agency reasonably determines that only the higher priced vendor's product offers features necessary for effective performance.

Justification for placing order under Federal Supply Schedule (FSS) with the higher priced vendor may be based on considerations not identified in the request for quotations (RFQ) since RFQ is intended merely to identify suitable equipment listed in FSS.

## PROCUREMENT B-228093 Sept. 8, 1987 Bid Protests 87-2 CPD 228 GAO procedures Purposes Competition enhancement

General Accounting Office (GAO) generally will not consider contention that specification should be made more restrictive since GAO's role in reviewing bid protests is to ensure that the statutory requirements for full and open competition are met, not to protect any interest a protester may have in more restrictive specifications.

#### PROCUREMENT Bid Protests Premature allegation GAO review

Contention that contracting agency improperly will withdraw small business set-aside is premature and will not be considered where there is no evidence supporting contention other than protester's speculation that agency plans to do so.

# PROCUREMENTB-226941Sept. 10, 1987Bid Protests87-2CPD229GAO proceduresPreparation costs229

A successful protester of a sole-source purchase order where the items have been delivered and installed is entitled to the costs of pursuing its protest.

PROCUREMENT B-226941 Con't Noncompetitive Negotiation Sept. 10, 1987 Contract awards Sole sources Propriety

Where an agency determined that an item should be procured under small purchase procedures on a solesource basis and the protester shows that there were models of the item that might also have met the agency's needs that were not, but should have been, considered, the sole-source determination was not reasonably based.

## PROCUREMENT B-227502 Sept. 10, 1987 Bid Protests 87-2 CPD 230 GAO procedures Protest timeliness Apparent solicitation improprieties

Protest challenging contracting agency's decision not to require that products offered under request for proposals (RFP) for electric plug connectors be on qualified products list is untimely where filed after due date for initial proposals since protest involves alleged impropriety apparent on the face of the RFP which must be filed before initial due date.

#### PROCUREMENT

B-227729 Sept. 10, 1987 87-2 CPD 231

Sealed Bidding 87-2 Bids Late submission Acceptance criteria Government mishandling

Late receipt of bid delivered by commercial carrier to an office other than the one designated by the solicitation does not warrant consideration of the late bid, the paramount cause for late receipt was not due to any improper government action.

D - 10

PROCUREMENT Bid Protests Moot allegation GAO review B-227831 Sept. 10, 1987 87-2 CPD 232

Protest challenging solicitation requirement for bid samples for battery procurement is dismissed as academic where the protester submitted an offer with required bid samples, the protester's price was substantially higher than that of the low technically acceptable offeror in line for award under the solicitation, and the requirement for bid samples does not appear to otherwise have had a material impact on the protester's price.

## PROCUREMENT B-227812 Sept. 11, 1987 Socio-Economic Policies 87-2 CPD 235 Preferred products/services Domestic sources Compliance

Where offeror certifies in accordance with the Buy American Act that it intends to supply a domestic product, offer is not subject to addition of evaluation factor, and firm is obligated to abide by its certification upon acceptance of its offer.

PROCUREMENT B-227861 Sept. 11, 1987 Sealed Bidding 87-2 CPD 236 Invitations for bids Post-bid opening cancellation Justification Price reasonableness

Cancellation of a solicitation after bid opening is proper where the only acceptable bid submitted by the protester was found to be unreasonably priced, and protester does not establish otherwise.

## PROCUREMENT B-227904 Sept. 11, 1987 Competitive Negotiation 87-2 CPD 237 Offers Evaluation errors Prices

Under a negotiated procurement with award to be made to the lowest priced technically acceptable offer, where, after disclosing prices but before formally awarding a contract, the procuring agency discovers that because of its error in calculating the total price of one of the offerors, the designated awardee was not actually the low offeror, recalculation and award to the low offeror is proper.

#### PROCUREMENT

Competitive Negotiation Offers Unit prices Labor costs

The Federal Acquisition Regulation's requirement for the integrity of unit prices is not violated by an offer containing an alleged disproportionately low cost for unit labor charges where the solicitation does not require that unit labor charges be separately priced and the alleged violation has not been shown to have prejudiced the protester.

PROCUREMENT Bid Protests GAO procedures GAO decisions Reconsideration B-225794.2 Sept. 14, 1987 87-2 CPD 238

Reconsideration request which reiterates arguments made during consideration of original protest and is based on new argument untimely raised fails to establish any error of fact or law which warrants reversal of original decision.

PROCUREMENT Bid Protests GAO procedures GAO decisions Reconsideration B-225827.3 Sept. 14, 1987 87-2 CPD 239

Prior decision dismissing protest as untimely is affirmed where request does not establish any factual or legal errors in the prior decision.

PROCUREMENT B-225871.2 Sept. 14, 1987 Contract Management 87-2 CPD 240 Contract administration Contract terms Compliance GAO review

Whether a contract awardee ultimately provides equipment meeting specifications is a matter of contract administration, where the General Accounting Office does not consider under its bid protest function.

#### PROCUREMENT

Contractor Qualification Responsibility Contracting officer findings Affirmative determination GAO review

Protest that contract awardee will not be able to provide equipment in accordance with the solicitation's specifications is a matter of responsibility, the affirmative determination of which the General Accounting Office does not review absent a showing that it may have been fraudulently made or that definitive responsibility criteria set out in the solicitation were not met.

## PROCUREMENT B-225871.2 Con't Specifications Sept. 14, 1987 Minimum needs standards Competitive restrictions Allegation substantiation Evidence sufficiency

The receipt of only one offer in response to a solicitation does not prove that the specifications were unduly restrictive of competition where the record shows that four firms were capable of responding to the solicitation.

PROCUREMENT	B-22710	)6;	B-227106.2
Bid Protests	Sept. 1	14,	1987
GAO procedures	87-2 (	CPD	241
Protest timeliness			
Apparent solicitation	n improp	prie	eties

Protests alleging that the awardee's proposal was technically unacceptable to the RFP's mandatory performance requirements are timely when filed within 10 days after the award, when the basis for the protests was known.

PROCUREMENT B-227106; B-227106.2 Con't Bid Protests Sept. 14, 1987 GAO decisions Recommendations Competitive system integrity

PROCUREMENT Specifications Performance specifications Modification Contractors Notification

Where the awardee's proposal is technically acceptable only if certain formulas contained in the RFP's mandatory performance requirements are revised as proposed in the awardee's proposal, the agency's award and simultaneous contract modification changing those mandatory performance specifications were improper and amounted to a relaxation of the RFP's specifications. The General Accounting Office recommends that the competition be reopened by issuing an amendment notifying all offerors of the relaxation of the performance requirements, and then allowing all offerors to submit revised best and final offers.

PROCUREMENT	B-227110.3; B-227111.3
Bid Protests	Sept. 14, 1987
GAO procedures	87–2 CPD 242
GAO decisions	
Reconsideration	

Second request for reconsideration of a protest dismissed as untimely is denied where the protester does not show errors of law or fact in the dismissal which warrant reversal or modification.

PROCUREMENT B-227110.3; B-227111.3 Con't Bid Protests Sept. 14, 1987 GAO procedures Protest timeliness 10-day rule Adverse agency actions

Protester's reliance on time of receipt denial of agency-level protest after the proposal closing date, which constitutes initial adverse agency action on the agency-level protest, does not extend the time for filing a protest with the General Accounting Office.

#### PROCUREMENT B-227144 Sept. 14, 1987 Specifications 87-2 CPD 243 Minimum needs standards Competitive restrictions Justification Sufficiency

Protest that specification for the acquisition of an exterior/interior signage system is unduly restrictive is denied where the agency's determination of its minimum needs and the necessity of restricting competition is not shown to be unreasonable.

Agency procurement of design and installation of signage system as a total package rather than on the basis of separate awards for each phase was reasonable where the agency reasonably concluded on the basis of prior difficulties encountered with separate awards for each phase that the total package approach would best meet its need.

## PROCUREMENT B-227491.2 Sept. 14, 1987 Contract Management 87-2 CPD 244 Contract administration Contract terms Compliance GAO review

Allegation that contractor may be unable to complete work on time because of delays in awarding the contract involves question of contract administration, which General Accounting Office does not review.

#### PROCUREMENT

Sealed Bidding Bid guarantees Responsiveness Liability restrictions

Bid for renovation work including asbestos removal was properly rejected as nonresponsive where bid bond included with bid disclaimed responsibility for damages, expenses or costs resulting from the performance of asbestos work required by the solicitation.

#### PROCUREMENT

## Socio-Economic Policies Preferred products/services Domestic sources Compliance

Protester's allegation that Buy American Act evaluation differential should have been applied to awardee's bid is denied where awardee's bid contained certification that contractor would supply domestic construction material and other than protester's speculation that awardee would not meet this contractual obligation, record provides no basis to question the certification.

PROCUREMENTB-227883.2Sept. 14, 1987Bid Protests87-2CPD245GAO proceduresAdministrative reportsComments timeliness

Dismissal of original protest for failure to file comments on agency report in timely manner is affirmed, even though protester received report after date it was due, because despite notice of its responsibility, protester allowed lapse of more than 7 working days after report was due before notifying the General Accounting Office of late receipt.

PROCUREMENT B-227926 Sept. 14, 1987 Competitive Negotiation 87-2 CPD 246 Offers Competitive ranges Exclusion Administration discretion

Where the solicitation specifically advises offerors that the failure to address all subfactors in a technical proposal might result in the proposal being considered unacceptable, and the protester fails to address all subfactors, the contracting agency's determination to exclude the protester's proposal--rated 34th technically--from the competitive range is reasonable.

#### PROCUREMENT

B-227964.2 Sept. 14, 1987 87-2 CPD 247

Bid Protests 87-2 CP GAO procedures Protest timeliness Significant issue exemptions Applicability

Prior decision dismissing protest as untimely is affirmed where issue raised, allegedly unequal treatment of offerors because of agency acceptance of an alternative proposal, does not warrant invocation of the "significant issue" exception to our timeliness regulations because it does not present a matter of first impression that would have widespread interest to the procurement community.

PROCUREMENT Sealed Bidding Bid guarantees Modification Propriety B-227982 Sept. 14, 1987 87-2 CPD 248

Bid accompanied by a materially altered bid bond in which the solicitation number and the project title have been typed over a white-out and the alteration initialled by the bidder, without any evidence in the bid documents that the surety consented to the changes, is nonresponsive.

PROCUREMENT Bid Protests	B-222476.6; B-222476.7 Sept. 15, 1987
GAO procedures	87 <mark>-</mark> 2 CPD 249
Preparation costs	

PROCUREMENT Sealed Bidding Bids Preparation costs

Claim for monetary damages arising from rejection of bid as nonresponsive is denied where General Accounting Office (GAO) previously denied the protest and affirms prior positions that agency's actions leading to the bid rejection and GAO and agency reliance on recent GAO decisions, was not improper or based on bias.

PROCUREMENT Bid Protests GAO procedures Preparation costs

PROCUREMENT Competitive Negotiation Offers Preparation costs

Where the General Accounting Office finds that the protester has not been unreasonably excluded from competing in the procurement, the award of proposal preparation and protest costs is inappropriate.

B-224908.6 Sept. 15, 1987

87-2 CPD 250

B-225769.2; B-225769.3
Sept. 15, 1987
8 <b>7-2 C</b> PD 251

Resolicitation under revised specifications, rather than award to protester, is appropriate where solicitation requirements exceeded agency's minimum needs and ambiguity in solicitation--disparity between specifications of brand name product and salient characteristics--precluded competition on a common basis.

PROCUREMENT B-227143 Sept. 15, 1987 Competitive Negotiation 87-2 CPD 252 Contract awards Propriety

PROCUREMENT Competitive Negotiation Requests for proposals Evaluation criteria Cost/technical tradeoffs Weighting

Award of a contract to a higher priced offeror is proper where the awardee's price-per-technical-point ratio was the lowest among all offerors, even though use of this ratio was not specified in the solicitation, since use of this ratio was consistent with the evaluation scheme which accorded equal weight to technical and price factors.

#### PROCUREMENT

Competitive Negotiation Offers Evaluation Downgrading Propriety

PROCUREMENT Competitive Negotiation Offers Organizational experience Evaluation Propriety

A protest alleging that evaluation of the protester's experience was improper is denied where the record shows that the agency's downgrading of the protester's proposal for lack of experience directly related to the work to be performed was reasonable.

## PROCUREMENT B-227143 Con't Competitive Negotiation Sept. 15, 1987 Offers Evaluation Subcontractors

Contentions that evaluation of proposed subcontractors was improper because offerors were not bound to utilize subcontractors listed in their respective offers, and that agency improperly failed to utilize sealed bidding procedures for the procurement, are untimely where filed after the contract has been awarded.

## PROCUREMENT B-227643.2 Sept. 15, 1987 Specifications 87-2 CPD 253 Minimum needs standards Competitive restrictions Justification Sufficiency

Protest that certain specifications unduly restrict competition is denied where the agency establishes <u>prima</u> <u>facie</u> support for the challenged specifications and the protester offers nothing to rebut the agency's position, since the protester has not carried its burden of proof to show that the specifications are unreasonable.

PROCUREMENT	B-227	832	Sept.	15,	1987
Bid Protests	87-2	CPD	254		
Bias allegation					
Allegation substantiati	Lon				
Evidence sufficiency					

Protest alleging that procurement officials were biased against protester is denied because General Accounting Office will not attribute unfair or prejudicial motives based on inference or supposition and record shows proposal evaluation was conducted in a fair manner.

## PROCUREMENT B-227832 Con't Bid Protests Sept. 15, 1987 Information disclosure Competitive advantage

Under the Competition in Contracting Act of 1984, agencies are not required to provide to protesters and other interested parties documents related to a protest that would give one or more parties a competitive advantage or which the parties are not otherwise authorized by law to receive. Nevertheless, decisions on bid protests are based on the entire record and not merely on those portions that have been released to the protester and other interested parties.

PROCUREMENT Competitive Negotiation Discussion Adequacy Criteria

Meaningful discussions do not have to be all encompassing, but rather must lead an offeror into the area of its proposal needing amplification. Questions posed during discussions regarding qualification of personnel and how scheduling conflicts would be reconciled should have alerted offeror that agency was concerned about staffing plan in proposal.

#### PROCUREMENT

Competitive Negotiation Offers Evaluation Information submission Contractor duties

Offeror has the burden of submitting an adequately written proposal upon which the evaluation will be based. An evaluation is not based on the agency's knowledge of an offeror's capabilities or past experience or performance when such is not reflected in the written proposal.

#### PROCUREMENT B-227832 Con't Competitive Negotiation Sept. 15, 1987 Requests for proposals Evaluation criteria Level-of-effort contracts

Where request for proposals contained estimated level of effort clause showing skill mix and staffing levels and offeror proposed different staffing schedule without adequate rationale except for past experience, agency properly evaluated proposal based on level of effort contained in request for proposal.

#### PROCUREMENT B-227854, et al. Socio-Economic Policies Sept. 15, 1987 Small business set-asides 87-2 CPD 255 Use Administrative discretion

Protest that procurements for security services should be set aside for small businesses because prior procurements were set aside is denied where new procurements contain more stringent requirements. Fact that current contract being performed by protester has been modified during performance to include many of the new duties does not alter this result because services now being procured are different than those solicited under original set-aside solicitation.

PROCUREMENT B-226956.2 Sept. 16, 1987 Competitive Negotiation 87-2 CPD 256 Discussion Offers Clarification Propriety

Post-best and final offer (BAFO) communications with the low offeror for leased office space to remove exceptions taken in its BAFO to the solicitation requirements covering the minimum termination notice and occupancy date constitute discussions requiring discussions with the protester who was also in the competitive range. The award to the low offeror without reopening discussions violated Federal Acquisition Regulation 15.611(c), since the protester was not offered an opportunity to submit a new BAFO.

PROCUREMENT	B-227074.2, et. al.
Bid Protests	Sept. 16, 1987
Allegation	87 <b>2</b> CPD 257
substantiations	
Burden of proof	

The protester's bare assertion that it would have been able to lower its prices by offering more efficient technical configurations if it had known that solicitation service dates were extended is not sufficient to establish that protester was competitively prejudiced by the unannounced extensions, especially where the protester's proposed prices were about 38 percent higher than the awardee's prices.

#### PROCUREMENT

Bid Protests GAO procedures GAO decisions Reconsideration

Request for reconsideration of prior decision is denied where the request does not provide evidence of factual or legal errors in the decision.

# PROCUREMENT B-227109 Sept. 16, 1987 Contractor Qualification 87-2 CPD 258 Responsibility criteria Distinctions Performance specifications

In a procurement for the time charter of a tug and barge, allowing the substitution, after the conclusion of discussions, of an acceptable vessel in place of the proposed vessel that apparently would not meet a performance requirement, is proper where the solicitation as a whole treated vessel characteristics specified in the proposals as performance requirements that would not preclude finding an offer technically acceptable.

PROCUREMENT	B-227	905	Sept.	16,	1987	
Competitive Negotiation	87-2	CPD	259			
Requests for proposals						
Competition rights						
Contractors						
Exclusion						

Where protester failed to provide agency with its current mailing address and neglected to inquire of publicized solicitation for more than 3 months, during which time the solicitation was issued and offers were accepted, protest alleging that agency failed to obtain full and open competition because agency did not provide protester a solicitation package is denied.

#### PROCUREMENT

Bid Protests GAO procedures Agency notification B-228079.2 Sept. 16, 1987 87-2 CPD 260

Dismissal of protest for protester's failure to file a copy of protest with contracting officer within 1 day after filing with General Accounting Office is affirmed. Agency did not receive copy of protest and otherwise had no knowledge of protest basis; and whether the protester may have forwarded a copy within the necessary period is not relevant, since the requirement is for receipt by the agency.

# PROCUREMENT B-228135 Sept. 16, 1987 Bid Protests 87-2 CPD 261 GAO procedures Protest timeliness Apparent solicitation improprieties

Protest that sealed bidding, rather than negotiated procedures, should have been used to procure printing, collating and mailing services is dismissed as untimely when not filed prior to the closing date for the receipt of proposals.

PROCUREMENT Competitive Negotiation Offers Public opening

Unlike sealed bid procurements where bids are publicly opened, there is no requirement for public opening of offers received under a negotiated procurement.

#### PROCUREMENT

B-228835.2 Sept. 16, 1987 87-2 CPD 262

Bid Protests 87-2 CPD 262 GAO procedures Protest timeliness Apparent solicitation improprieties

A protest that is based on alleged improprieties in an IFB that were apparent from the face of the solicitation is untimely if the detailed statement of the legal and factual grounds of protest is not filed until after bid opening.

# PROCUREMENT B-226780.3 Sept. 17, 1987 Contractor Qualification 87-2 CPD 263 Responsibility Contracting officer findings Affirmative determination GAO review

Protest against current financial acceptability of surety concerns matter of responsibility which can be established before contract award. The General Accounting Office generally does not review a challenge to firms' responsibility.

#### PROCUREMENT

Sealed Bidding Bid guarantees Responsiveness Minor deviations Time/date notations

A bid bond which was executed approximately 5 months prior to bid opening does not render the bid nonresponsive since there is no indication from the face of the bond that the bond is not enforceable.

#### PROCUREMENT

B-226960.2 Sept. 17, 1987 87-2 CPD 264

Bid Protests GAO procedures GAO decisions Reconsideration

Request for reconsideration is denied where protester presents no new arguments or information in support of its position that prior decision was erroneous.

PROCUREMENT Competitive Negotiation Unbalanced offers Materiality Determination Criteria B-227304 Sept. 17, 1987 87-2 CPD 265

Determination Criteria PROCUREMENT Competitive Negotiation

Unbalanced offers Rejection Propriety

Contracting agency properly rejected offer as materially unbalanced where the inherent uncertainty of the solicitation's estimated requirements, notwithstanding that the estimate was based on the best information available, combined with extreme skewing of the offered unit prices, create a reasonable doubt whether acceptance of the offer would result in the lowest cost to the government.

#### PROCUREMENT

Competitive Negotiation Unbalanced offers Rejection Propriety

Solicitation clause prohibiting material unbalancing "as to prices for the basic requirement and the option quantities" is not limited to unbalancing between the base-year price and prices for option years, but also prohibits unbalancing between unit prices for items in the same year. Moreover, unbalancing poses such an obvious danger to the integrity of a price competition that the rejection of a materially unbalanced offer is required.

# PROCUREMENT Bid Protests GAO procedures Protest timeliness 10-day rule

B-227399 Sept. 17, 1987 87-2 CPD 266

Protest challenging responsiveness of second and third low bids is dismissed as untimely where protester learned of its bases of protest more than a month before it raised the arguments.

#### PROCUREMENT

Sealed Bidding Bids Responsiveness Terms Deviation

Bid for fire safety inspection services which bidder qualified with regard to inspection schedule with the notation "4 visits" was properly rejected as nonresponsive since invitation for bids (IFB) required that inspection schedule be in accordance with applicable regulations and codes which require that certain fire safety equipment included in the IFB be inspected more frequently than four times over the term of the contract.

# PROCUREMENT B-227900.2 Sept. 17, 1987 Bid Protests 87-2 CPD 268 GAO procedures Administrative reports Comments timeliness

Prior dismissal of protest because of protester's failure to comment timely on the contracting agency's report on the protest is affirmed where protester has not provided any corroborative evidence to establish that its comments were timely received at General Accounting Office.

PROCUREMENT B-227912 Sept. 17, 1987 Small Purchase Method 87-2 CPD 269 Quotations Evaluation Technical acceptability

Protest of agency's rejection of protester's proposal to supply complex antenna systems is without merit where the agency advised potential offerors that access to a complete and current technical data package would be a prerequisite for award of a contract but the protester demonstrated access to only 15 percent of the required drawings, most of which are outdated.

PROCUREMENT	B-228	144	Sept.	17,	1987
Bid Protests	87-2	CPD	270		
GAO procedures					
Protest timeliness					
Apparent solicitation	n impr	oprie	eties		

Protest alleging that solicitation is deficient because the time period allowed for preparation of proposals is too short and because the specifications unduly restrict competition in a number of ways is untimely, where the protest was filed in the General Accounting Office after the time set for receipt of initial proposals.

#### PROCUREMENT

Bid Protests Antitrust matters GAO review B-229060 Sept. 17, 1987 87-2 CPD 271

General Accounting Office will not consider an allegation of collusive bidding. An allegation of collusive bidding raises a matter for determination by the contracting officer in the context of responsibility of the bidder. If the contracting officer suspects collusive bidding, he should refer the matter to the Attorney General.

# PROCUREMENT B-225496.3 Sept. 18, 1987 Bid Protests 87-2 CPD 272 Non-prejudicial allegation GAO review

Contention that awardee's proposal does not satisfy requirement in specifications for standard, current product because one component is listed as "to be designed" is without merit since reasonable interpretation of requirement is that standard product may be modified to meet specialized requirements set out in specifications.

#### PROCUREMENT Contractor Qualification Responsibility Contracting officer findings Affirmative determination GAO review

General Accounting Office will not review contracting officer's affirmative responsibility determination where there is no showing that it was made fraudulently or in bad faith, or that definitive responsibility criteria in the solicitation were not met.

#### PROCUREMENT

# Contractor Qualification Responsibility criteria Performance capabilities

In request for proposals (RFP) for radio fire alarm system, provisions included in specifications requiring that equipment provided consist of standard products of a manufacturer regularly engaged in manufacture of radio fire alarm systems products, which has in service a system similar to that called for by the RFP, do not constitute definitive responsibility criteria since they do not set out specific, objective standards for measuring offerors' capability to perform.

PROCUREMENT Sealed Bidding Contract awards Propriety B-225630.4 Sept. 18, 1987 87-2 CPD 273

Protester has not established that inadequate competition was obtained under small business set-aside where bids were received from two apparently eligible small business concerns and the contracting activity determined that adequate competition and reasonable prices had been obtained.

#### PROCUREMENT B-227285.3 Sept. 18, 1987 Competitive Negotiation 87-2 CPD 274 Offers Competitive ranges Exclusion Administrative discretion

Protest that offer was improperly excluded from the competitive range is denied where the agency reasonably concluded that the offer had major technical weaknesses as well as informational deficiencies requiring major revisions before it could be made acceptable; the offer received the lowest score out of four offers, and was scored substantially below the two highest-rated offers; and the offer was the highest-priced of those received.

PROCUREMENT	B <b>-2</b> 27306	Sept.	18,	1987
Bid Protests	87-2 CPD	275		
GAO procedures				
Protest timeliness				
Apparent solicitatio	n improprie	eties		

Contention that estimated requirement for an item is understated and does not reflect the government's actual needs, based on actual requirements under protester's prior contract, is untimely where it is not filed in our Office until after contract award.

# PROCUREMENT B-227306 Con't Contractor Qualification Sept. 18, 1987 Responsibility Contracting officer findings Affirmative determination GAO review

General Accounting Office will not review affirmative determinations of responsibility unless protester shows possible fraud or bad faith on the part of the contracting officials, or alleges that the solicitation contains definitive responsibility criteria which have been misapplied; evidence regarding awardee's financial ability to perform contract does not satisfy this burden of proof.

# PROCUREMENT Contractor Qualification Responsibility Contracting officer findings Negative determination Prior contract performance

Decision of contracting activity to base determination of responsibility on bidder's performance under prior contracts does not constitute bad faith conduct. A preaward survey is not a legal prerequisite to an affirmative determination of responsibility; contracting officer have broad discretion whether to conduct surveys and may use other information available to them concerning a bidder's capability.

#### PROCUREMENT

Sealed Bidding Bids Evaluation Price reasonableness Administrative discretion

Agency is not precluded from awarding a contract to a bidder whose price is higher than prices it previously offered other contracting activities, where the agency finds the price is reasonable.

PROCUREMENT B-227697 Sept. 18, 1987 Specifications 87-2 CPD 276 Minimum needs standards Competitive restrictions Design specifications Justification

Protest that solicitation requirements that hospital beds be retractable, have permanently located constant pressure controls and emergency CPR instant lowering release mechanisms are restrictive of competition is denied where the requirements are reasonably shown to represent minimum needs of the agency.

PROCUREMENT B-227915 Sept. 18, 1987 Sealed Bidding 87-2 CPD 277 Bids Evaluation Options Low bid displacement

PROCUREMENT Sealed Bidding Bids Evaluation Prices Options

Contention that protester should receive award because its bid is low for basic quantity is without merit where solicitation stated that award would be based on evaluation of basic and option prices.

# PROCUREMENT B-227915 Con't Sealed Bidding Sept. 18, 1987 Unbalanced bids Allegation substantiation Evidence sufficiency

Protest that low bid is unbalanced since option quantity unit price is 27 percent less than basic quantity unit price is denied because bid is not mathematically unbalanced where bidder shows that option price is lower due to exclusion of one time costs, such as engineering, from option price.

# PROCUREMENT Bid Protests GAO procedures

B-227942.3; B-228753.2 Sept. 18, 1987 87-2 CPD 278

Protest timeliness 10-day rule Dismissal of protest as untimely is affirmed where protester failed to file its protest with the General Accounting Office (GAO) within 10 working days of notice of initial adverse agency action on protester's prior protest filed with the procuring agency. A protest is

PROCUREMENT B-227948 Sept. 18, 1987 Sealed Bidding 87-2 CPD 279 Bid guarantees Modification Propriety

filed for purpose of GAO timeliness rules when it is received in GAO notwithstanding when it was mailed.

A bid accompanied by an altered bid bond--where the penal sum of the bond has been typed over a white-out figure without evidence in the bid documents or the bond itself that the surety had consented to the alteration-properly was rejected as nonresponsive.

# PROCUREMENT B-228915 Sept. 18, 1987 Bid Protests 87-2 CPD 280 Forum election Finality

Protest challenging contracting agency's evaluation of protester's proposal under request for proposals which also is the subject of a pending lawsuit by the protester challenging the agency's actions on other grounds is dismissed since the protester could have raised the protest issues in the lawsuit and the relief requested, if granted by the court, would make further consideration of the protest academic.

# PROCUREMENTB-229061Sept. 18, 1987Bid Protests87-2CPD281GAO proceduresProtest timeliness10-day rule

Protest that bid was improperly rejected as nonresponsive is dismissed as untimely where protest was filed more than 10 working days after the basis of protest was known.

Protest after bid opening of agency's failure to provide adequate notice of delay of bid opening which allegedly precluded protester from obtaining an extension of its irrevocable letter of credit is untimely. Assuming that the protester did not have a reasonable opportunity to protest prior to bid opening, it was required to protest within 10 working days after its protest basis was known.

PROCUREMENT B-225445.4 Sept. 21, 1987 Bid Protests 87-2 CPD 282 GAO decisions Recommendations Convenience termination Withdrawal

Prior decision withdrawing recommendation for corrective action (termination of awarded contract) is affirmed on reconsideration where the protester has not shown any error of fact or law and has provided no new information which would warrant reversal of that decision.

# PROCUREMENT B-227470 Sept. 21, 1987 Small Purchase Method 87-2 CPD 283 Requests for quotations Cancellation Justification Minimum needs standards

Where solicitation's purchase description called for a brand name or equal fire alarm system, but failed to list any salient characteristics for use in evaluating equal products, solicitation was properly canceled as defective.

PROCUREMENT B-227696 Sept. 21, 1987 Competitive Negotiation 87-2 CPD 284 Contracting officer duties Communications Restrictions Contractors

Contracting officer's insistence that offeror communicate with her rather than with members of preaward survey activity, none of whom have authority to bind the government contractually, was not unreasonable.

# PROCUREMENT B-227696 Con't Contractor Qualification Sept. 21, 1987 Responsibility Contracting officer findings Negative determination Pre-award surveys

A procuring agency is not required to delay award indefinitely while an offeror attempts to cure the causes for the firm being found nonresponsible and, where a preaward survey found that an offeror's annual sales were substantially less than the projected award amount, the contracting officer acted reasonably in finding the offeror nonresponsible because it failed to submit a performance bond, irrevocable letter of credit or other evidence of adequate financing.

#### PROCUREMENT

Contractor Qualification Responsibility criteria Financial capacity Contractors

The specific financial qualifications to be considered in determining a prospective contractor's responsibility are within the contracting officer's discretion and business judgment.

PROCUREMENT	B-227	898	Sept.	21,	1987
Sealed Bidding	87-2	CPD	285		
Bids					
Responsiveness					
Additional work/quan	tities				
Price omission					

Protest that bid was improperly rejected as nonresponsive for failure to submit a price for each additive item is sustained where at a minimum the bid offered a price for the evaluated additive item.

PROCUREMENT B-227906 Sept. 21, 1987 Competitive Negotiation 87-2 CPD 286 Discussion reopening Propriety Best/final offers Price adjustments

Decision whether reopening negotiations based on a late proposal modification is in the government's best interest is within the contracting officer's discretion. Contracting officer did not abuse that discretion in deciding to reopen where the late modification showed the availability of prices significantly lower than those received in the best and final offers.

# PROCUREMENT B-227940 Sept. 21, 1987 Competitive Negotiation 87-2 CPD 287 Hand-carried offers Late submission Acceptance criteria

A late hand-carried proposal may not be considered unless there is a showing that improper government action was the paramount cause of the late delivery.

# PROCUREMENT B-227962 Sept. 21, 1987 Specifications 87-2 CPD 288 Minimum needs standards Competitive restrictions Shipment schedules

Solicitation's short delivery schedule for surveillance equipment is not unduly restrictive of competition where the agency shows that the equipment is urgently needed to maintain the continuity of its undercover operations and is directly related to the safety of agency personnel, and where the protester fails to show that the delivery terms are clearly unreasonable or that they do not represent the agency's minimum needs.

PROCUREMENT B-228645 Sept. 21, 1987 Competitive Negotiation Federal procurement regulations/laws Revision Price data

PROCUREMENT Sealed Bidding Federal procurement regulations/laws Revision Price data

General Accounting Office has no objection to proposed revisions to Federal Acquisition Regulation (FAR) Subpart 15.8 and the contract clauses at FAR 52.214-27, 52.215-2, 52.215-22, and 52.215-23, that would implement statutory changes enacted as section 952 of the Defense Acquisition Improvement Act of 1986, Pub. L. Nos. 99-500 and 99-661.

#### PROCUREMENT

Bid Protests Moot allegation GAO review B-227754 Sept. 22, 1987 87-2 CPD 289

Contention that award under invitation for bids for river improvement work is improper where low bid exceeds original government estimate by more than 25 percent, in view of statutory prohibition on performing such work by private contract where contract price is more than 25 percent higher than government estimate, is dismissed as academic where contracting agency subsequently increased government estimate and, as a result of the revision, which the protester does not challenge, low bid falls within 25 percent statutory limitation.

PROCUREMENT Sealed Bidding Bid guarantees Responsiveness Signatures Authority B-227754 Con't Sept. 22, 1987

Absence of bidder's and surety's corporate seals from bid and bid bond does not make bid nonresponsive since evidence of a signer's authority to bind bidding company or surety may be furnished after bid opening.

#### PROCUREMENT

B-226605.2 Sept. 23, 1987 87-2 CPD 290

Bid Protests Agency-level protests Protest timeliness GAO review

PROCUREMENT

Bid Protests GAO procedures Protest timeliness Deadlines Constructive notification

Protest which is initially untimely filed with the contracting agency will not be considered by the General Accounting Office. Protesters are charged with constructive knowledge of Bid Protest Regulations and lack of familiarity with filing requirements is not a defense to dismissal of a protest as untimely.

PROCUREMENT B-226605.2 Con't Socio-Economic Policies Sept. 23, 1987 Small businesses Size determination GAO review

General Accounting Office does not consider challenges to small business size status because the Small Business Administration has conclusive authority to decide such matters.

PROCUREMENT B-227676.2 Sept. 23, 1987 Bid Protests 87-2 CPD 291 GAO procedures Protest timeliness 10-day rule Reconsideration motions

Request for reconsideration of the dismissal of a protest is dismissed as untimely since it was filed more than 10 working days after the protester received the dismissal of the protest.

PROCUREMENT B-227894 Sept. 23, 1987 Competitive Negotiation 87-2 CPD 292 Offers Technical acceptability Deficiency Blanket offers of compliance

Proposal was properly found technically unacceptable where proposal did not affirmatively demonstrate that offered keyboard met specification requirement of 101 keys and blanket statement of compliance does not override noncompliant technical data submitted with proposal.

# PROCUREMENT Bid Protests GAO procedures Protest timeliness 10-day rule

B-228145 Sept. 23, 1987 87-2 CPD 293

Where a protest against the exclusion of the protester's proposal from the competitive range was filed more than 5 weeks after the protester learned of the rejection of its proposal, the protest is untimely even though the new president of the protesting company may not have known of the earlier rejection until after acquiring the company from its previous owner.

## PROCUREMENT B-226503 Sept. 24, 1987 Payment/Discharge Unauthorized contracts Quantum meruit/valebant doctrine

While the Department of Education (Department) may not pay a tax bill levied by the Town of Seneca Falls, New York for sewer services provided in 1986 to property owned by the Department, it must pay the Town the reasonable value of the services on a <u>quantum meruit</u> basis. The services would have constituted a permissible procurement, the government received and accepted the services, and the Town acted in good faith. The GAO offers a formula to assist the Department in calculating the dollar value of the benefits received.

# PROCUREMENT B-227375 Sept. 24, 1987 Bid Protests 87-2 CPD 294 GAO procedures Protest timeliness Apparent solicitation improprieties

Protester's allegation that certain material solicitation requirements, with which its proposal failed to comply, overstated the agency's needs or otherwise were not essential, will not be considered where the protester did not timely protest inclusion of the requirements in the solicitation.

# PROCUREMENT Sealed Bidding Two-step sealed bidding Offers Rejection Propriety

Contracting agency reasonably evaluated the protester's proposal under step one of two-step sealed bid procedure as being technically unacceptable where the proposal ignored important requirements of the purchase description; since major proposal revisions would have been necessary to make the proposal acceptable, rejection of the proposal without discussions was proper.

Protest that contracting agency should be estopped from finding the protester's proposal technically unacceptable on basis that agency had previously told protester the proposed design was acceptable, is without merit where allegation is unsupported by the record.

# PROCUREMENT B-227802 Sept. 24, 1987 Competitive Negotiation 87-2 CPD 295 Offers Evaluation Time/materials contracts Work hours

Protest that agency improperly relaxed solicitation requirement for 13 systems engineers by accepting proposal offering to perform with 11 systems engineers, is denied where solicitation casts work requirements in terms of total systems engineers hours rather than in terms of specific number of individuals and there is no solicitation prohibition against satisfying required hours with overtime.

PROCUREMENT Competitive Negotiation Offers Evaluation errors Non-prejudicial allegation

Allegation that agency improperly relaxed specifications for awardee without advising protester of change is denied where, due to substantial difference in costs, award decision would remain the same even if protester had adjusted costs to reflect relaxation.

#### PROCUREMENT

B-228037.2 Sept. 24, 1987 87-2 CPD 296

Bid Protests GAO procedures Protest timeliness 10-day rule

Protest is untimely where protester first raises specific basis of protest in a request for reconsideration that was filed more than 3 weeks after initial adverse agency action.

PROCUREMENT B-228689 Sept. 24, 1987 Sealed Bidding 87-2 CPD 297 Bids Responsiveness Descriptive literature Adequacy

Where an invitation for bids requires descriptive literature to establish compliance with solicitation specifications, bid submitted with literature that does not address or otherwise show compliance with the specifications must be rejected as nonresponsive.

PROCUREMENT Sealed Bidding Bids Responsiveness Determination time periods

Bidder cannot cure the inadequacy of submitted descriptive literature with post-bid opening explanations regarding the meaning of the bid.

#### PROCUREMENT

B-228908 Sept. 24, 1987 87-2 CPD 298

Bid Protests GAO procedures Protest timeliness 10-day rule

Protest based on knowledge obtained by protester during a telephone conversation with an employee of the contracting agency is untimely when filed more than 10 working days after the conversation.

# PROCUREMENT B-23 Payment/Discharge Shipment costs Additional costs Payment time periods Statutes of limitation

Forwarders' supplemental bills for single factor ocean rate adjustments were received in the General Services Administration (GSA) more than 3 years after delivery and original payment dates. They are not barred from consideration and payment by the GSA where, under the Military Traffic Management Command's (MTMC) rate adjustment procedures, forwarders' claims do not accrue until MTMC approves forwarders' requests for adjustment, and under GSA's regulations claims are "received" when received either by GSA or by the agency out of whose activities the claims arose. The forwarders' claims were received in GSA within 3 years of the dates on which MTMC approved the rate adjustments, and MTMC received the requests for rate adjustments within 3 years of the original payment dates.

## PROCUREMENT

B-225087 Sept. 25, 1987

Payment/Discharge Shipment costs Overcharge Payment deductions Propriety

Where no benefit results to the government from a carrier's tender supplement that retroactively increased freight charges by application of actual miles rather than lower constructive miles published in a mileage guide, the supplement is legally ineffective because no government officer or employee has authority to waive the government's contractual rights in these circumstances.

PROCUREMENT B-225087 Con't Sealed Bidding Sept. 25, 1987 Bids Responsiveness Contractor liability Liability restrictions

Where it is the custom to apply mileages from an industry mileage guide to rates offered in a carrier's rate tenders, the mileage guide, rather than actual miles, applies even though a particular tender's rate schedule does not specify whether it is governed by actual miles or the mileage guide.

# PROCUREMENTB-227014.2Sept. 25, 1987Bid Protests87-2CPD299GAO proceduresGAO decisionsReconsideration

Argument advanced by protester in its request for reconsideration that basically reiterates previouslyrejected argument does not warrant reversal or modification of the prior decision.

## PROCUREMENT Bid Protests Information disclosure Administrative determination GAO review

Where an agency declines to make relevant documents available to a protester because the agency considers such documents to be privileged, the General Accounting Office will still review such documents in arriving at its decision.

D~49

PROCUREMENT B-227014.2 Con't Competitive Negotiation Sept. 25, 1987 Offers Cost realism Evaluation Administrative discretion

Contracting agency's cost realism analysis involves the exercise of informed judgment, and the General Accounting Office will not question such an analysis unless it clearly lacks a reasonable basis.

# PROCUREMENTB-227374Sept. 25, 1987Bid Protests87-2CPD301GAO proceduresPreparation costs87-2CPD

Protester is entitled to reasonable costs of filing and pursuing its protest where agency's actions precluded it from competing for significant portions of the awards.

#### PROCUREMENT

Bid Protests GAO procedures Punitive damages

Claim for punitive damages is denied since Bid Protest Regulations do not provide for such awards.

PROCUREMENT B-227374 Con't Contractor Qualification Sept. 25, 1987 Approved sources Alternate sources Approval Government delays

PROCUREMENT Noncompetitive Negotiation Contract awards Sole sources Propriety

Protest is sustained where the protester was precluded from becoming qualified in time to compete for a procurement by the Air Force's failure to advise it at the time it applied for source approval that the protester would need to obtain source approval from the Navy.

Protest is sustained where the protester was denied an opportunity to compete because the agency failed to inform the contracting officer prior to the date of a sole-source award that the protester had been approved as an alternate source.

#### PROCUREMENT

Contractor Qualification Approved sources Approval Cost reimbursement

Claim for reimbursement of costs incurred in obtaining source approval is denied since Bid Protest Regulations do not provide for the recovery of such costs.

B-227805 Sept. 25, 1987 87-2 CPD 302

PROCUREMENT Bid Protests GAO procedures Preparation costs

PROCUREMENT Competitive Negotiation Offers Preparation costs

After reviewing procurement in response to the protest, agency concedes that award was improper. Thus, the protester is entitled to recover the costs of preparing its proposal and of filing and pursuing the protest since it was unreasonably excluded from the competition for the base contract period.

PROCUREMENT	B <b>2</b> 28	122	Sept.	25,	1987
Bid Protests	87-2	CPD	303		
GAO procedures					
Interested parties					
Suspended/debarred	contrac	tors			

Where administrative sanction imposed by contracting agency against protester precludes protester from competing under solicitation, protest of award under that solicitation is dismissed because protester has no legitimate interest in the procurement, as required by General Accounting Office Bid Protest Regulations.

#### B-228731 Sept. 25, 1987

# Socio-Economic Policies Labor standards Federal procurement regulations/laws Revision

PROCUREMENT

GAO, in commenting on the proposed amendments to the debarment and suspension procedures of the Federal Acquisition Regulation, concurs with those proposals that are responsive to the following GAO recommendations made in an earlier report: (1) proposed debarments be made effective governmentwide, (2) the term "affiliation" be better defined, and (3) the coverage of the regulations be extended to include subcontractors. GAO also concurs with proposed change which would require prospective contractors to make certain certifications (e.g., whether or not they are presently debarred or suspended).

# PROCUREMENT B-224027.7 Sept. 28, 1987 Bid Protests 87-2 CPD 304 Allegation substantiation Lacking GAO review

The General Accounting Office will not consider a protest that fails to set forth a detailed statement of the legal and factual grounds of protest, and does not include copies of relevant documents.

# PROCUREMENT Bid Protests Antitrust matters GAO review

Patent infringement allegations are not encompassed within the General Accounting Office's bid protest function.

D-53

1

PROCUREMENT	B-224027.7 Con't
Bid Protests	Sept. 28, 1987
GAO procedures	
Protest timeliness	
Apparent solicitation	n improprieties

Protest based upon alleged improprieties in a solicitation--vague and ambiguous specifications and evaluation criteria--that are apparent prior to the closing date for receipt of initial proposals is untimely where not filed prior to that date; a protest included in the initial proposal is not a timely preopening protest, since there is no requirement that the agency open or read proposals on or before the closing date.

# PROCUREMENTB-226939.4Sept. 28, 1987Bid Protests87-2CPD305GAO proceduresInterested parties1

Request that General Accounting Office (GAO) reconsider its dismissal of the protester's objections to the adequacy of another offeror's technical proposal, and decide those issues on the merits, is denied where protester, by virtue of the rejection of its own proposal on another ground (which action GAO upheld in its prior decision and has not been asked to reconsider) was not eligible for award of the contract and therefore not an "interested party" under GAO's Bid Protest Regulations for purposes of challenging the award to another.

PROCUREMENT Special Procurement Methods/Categories Federal supply schedule Purchases Justification Low prices B-227833 Sept. 28, 1987 87-2 CPD 307

Protester's claim that the award was made to other than the low quoter on small purchase request for quotations because the purchase order confirming the award was for a higher price than the protester's quote is not supported by the record, which shows the initial oral order was to the lowest quoter and the confirming order reflected a changed condition discussed when the low quoter started work before the confirming purchase order was issued.

# PROCUREMENT B-227849 Sept. 28, 1987 Specifications 87-2 CPD 308 Minimum needs standards Competitive restrictions Geographic restrictions Justification

Geographical restriction in solicitation for lease of office space does not unduly restrict competition where the agency reasonably concluded that the restriction was needed to reduce the time spent by inspectors in travel to and from coal mines and coal preparation plants in the area to be served by the office.

There is no law or regulation requiring an agency soliciting the lease of office space to delineate the acceptable geographical area so as to include womenowned buildings whose location will not satisfy the agency's minimum needs.

D-55

1

# PROCUREMENT B-227903 Sept. 28, 1987 Contractor Qualification 87-2 CPD 309 Responsibility criteria Organizational experience

Solicitation requirement that successful bidder have a service organization that has 5 years of specified experience relates to the bidder's responsibility, not the responsiveness of its bid; evidence that the bidder has the required organization may be provided anytime prior to award.

Contention that definitive responsibility criterion requiring 5 years of experience in polychlorinated biphenyl (PCB) servicing was not met is without merit where the contracting officer reasonably could conclude from material presented after bid opening that the bidder and its proposed subcontractor had 5 years of experience removing PCB-filled transformers, which is exactly the type of work being procured.

# PROCUREMENTB-228221Sept. 28, 1987Bid Protests87-2CPD311GAO proceduresProtest timelinessApparent solicitation improprieties

A protest based on an alleged impropriety in the solicitation must be filed prior to bid opening, and a protester's lack of knowledge of the General Accounting Office Bid Protest regulations is no defense to a dismissal since the regulations are published in the Federal Register and protesters are charged with constructive notice of their contents.

#### B-221578 Sept. 29, 1987

#### PROCUREMENT

Contract Disputes GAO review

PROCUREMENT Payment/Discharge Payment time periods Government delays Interest

GAO does not have jurisdiction to resolve disputes involving payment of interest on transportation claims, including Government bill of lading. Its general claims authority under 31 U.S.C. 3529 has been superseded by the more specific authority conferred on the General Services Administration (GSA) by the Transportation Act of 1940, as amended, 31 U.S.C. 3726, which has authority to audit transportation payments and effect settlements of amounts in dispute, although claimants could ask GAO to review GSA decisions.

#### PROCUREMENT

#### Contract Disputes GAO review

GSA regulations are ambiguous on the question as to whether disputes concerning Prompt Payment Act interest payments on transportation claims are to be resolved by the originating agency's Board of Contract Appeals or by the General Services Administration under the Transportation Act of 1940. In either case, GAO has no initial jurisdiction to resolve such disputes.

PROCUREMENT B-225587.2 Sept. 29, 1987 Competitive Negotiation 87-2 CPD 312 Contract awards Administrative discretion

PROCUREMENT Competitive Negotiation Contract awards Propriety

Contracting officer's award of a contract to the second low bidder following an initial determination by the Small Business Administration (SBA) that the low bidder was other than small, without waiting for the result of an appeal to the SBA's Office of Hearings and Appeals, was proper and did not constitute an abuse of the contracting officer's discretion even though the contracting officer was notified of the appeal prior to making the award.

#### PROCUREMENT

Bid Protests GAO procedures GAO decisions Reconsideration B-225685.2 Sept. 29, 1987 87-2 CPD 313

PROCUREMENT

Competitive Negotiation Requests for proposals First-article testing Waiver Administrative determination

Prior decision is affirmed on reconsideration where protester fails to show any error of law or fact warranting reversal of finding that contracting agency reasonably decided not to waive first article requirement for protester who had not produced the item being procured, a complex aircraft part, for an extended period of time.

#### PROCUREMENT B-226424 Sept. 29, 1987 Socio-Economic Policies Labor standards Construction contracts Suspended/debarred contractors Listings

The United States General Services Administration requested changes in the coding of the Comptroller General's "List of Persons or Firms Currently Debarred for Violations of Various Public Contracts Acts Incorporating Labor Standards Provisions". The request is that the Davis-Bacon Act related statutes be identified individually by a distinct code, rather than by one collective code. We approve the requested change.

#### PROCUREMENT

B-227603 Sept. 29, 1987 87-2 CPD 314

Bids Protests GAO procedures Protest timeliness 10-day rule

Protest that proposal improperly was found unacceptable and that no discussions were held is dismissed as untimely where it was not filed within 10 working days after the protester learned the basis for protest.

#### B-225014 Sept. 30, 1987

# PROCUREMENT Contract Disputes Shipment costs Freight charges Self-certification

The General Services Administration (GSA) disallowed a carrier's supplemental bill for exclusive-use-of-vehicle charges on grounds that the carrier's exclusive-use rule was inconsistent with other provisions in its rate and rules tenders, and the ambiguity thus created should be construed against the carrier. Where, however, a reasonable construction of the provisions conforms to the carrier's intent and the shipper's understanding the provisions are not considered ambiguous. Thus, the exclusive-use charge is applicable and it was improper for GSA to disallow the carrier's claim.

#### PROCUREMENT

B-227872 Sept. 30, 1987

Competitive Negotiation Requests for proposals Cancellation Justification GAO review

Agency reasonably canceled solicitation for lease of office space on the ground that the contracting officer improperly amended the solicitation, which had been issued for 10,365 square feet of space, to increase the needed space to 22,565 square feet instead of advertising the increase, since the change in requirement was so substantial that a new competition was warranted.

PROCUREMENT Bid Protests GAO procedures Protest timeliness 10-day rule B-228068.3 Sept. 30, 1987 87-2 CPD 316

A protester makes use of the mail service at its own risk and a delay or loss in the mails does not serve as a basis for considering untimely filed materials.

#### PROCUREMENT

Bid Protests GAO procedures Protest timeliness Time/date notations Establishment

In the absence of affirmative evidence to show actual earlier receipt, GAO's time/date stamp is accepted as evidence of the time of receipt of materials relating to protests at GAO.

### PROCUREMENT B-228180 Sept. 30, 1987 Bid Protests 87-2 CPD 317 GAO procedures Protest timeliness Apparent solicitation improprieties

Protest of alleged improprieties in a solicitation and of agency's failure to allow adequate time for bidders to respond to clarifying amendment is dismissed as untimely where not filed until well after bid opening, where not only were alleged improprieties apparent but from circumstances it should have been apparent to protester in sufficient time to protest prior to bid opening that little time would be available to respond to the amendment.

D-61

PROCUREMENT Sealed Bidding Bid guarantees Responsiveness Signatures Authority B-228201 Sept. 30, 1987 87-2 CPD 318

Evidence of an agent's authority to sign bid may be furnished after bid opening.

## PROCUREMENT B-228254 Sept. 30, 1987 Sealed Bidding 87-2 CPD 319 Bid guarantees Responsiveness Contractors Identification

Where a bid is submitted in the name of a parent corporation and is accompanied by a bid bond in the name of its subsidiary corporation, the bond is materially deficient and the bid must be rejected as nonresponsive, because the surety would not be liable for the default of the bidder.

D-62

#### MISCELLANEOUS TOPICS

### MISCELLANEOUS TOPICS B-221037 Sept. 15, 1987 Environment/Energy/Natural Resources Environmental protection Air quality Standards Enforcement

Clean Air Act, 172(b), 42 U.S.C. 7502(b), does not require Environmental Protection Agency to find "stage II" vapor recovery controls (installed on gasoline pumps to capture emissions) to be a reasonably available control measure without making an independent determination whether that treatment is warranted.

Although Environmental Protection Agency's (EPA) study of technology installed on automobiles to control vapor emissions while refueling under 202(a)(6) of Clean Air Act, 42 U.S.C. 7521(a)(6), does not preclude EPA from declaring controls installed on gas pumps (stage II controls) to be reasonably available control measure (RACM), we cannot say that EPA must now declare stage II as RACM and require that it be put in place.

Clean Air Act, 42 U.S.C. 7502(b)(2), requires Environmental Protection Agency (EPA) to provide for implementation, by areas which have not achieved national ambient air quality standard for ozone by statutory deadline, "of all reasonably available control measures" (RACM). Despite this language, dictum in Court of Appeals decision suggests that EPA might have a basis for not requiring adoption of <u>all</u> RACM, if required standard could be achieved without all. <u>National Steel Corp. v. Gorsuch</u>, 700 F.2d 314 (6th Cir. 1983).

E – 1

## INDEX

# September 1987

		<u>Sept.</u>	Page
APPROPRIATIONS/FINANCIAL MANAGEMEN Accountable Officers Cashiers Relief	T		
Illegal/improper payments Forgeries	B-228859	11	<b>A-</b> 4
Fraud	B <del>-</del> 222915	16	A- 5
Certifying officers Relief Illegal/improper payments Overpayments Disbursing officers Relief	B <b>-</b> 224961	8	A- 3
Illegal/improper payments Forgeries	B-228859	11	A- 5
Fraud	B-222915	16	A- 6
Substitute checks	B <b>-</b> 227627 B <b>-</b> 228953	16 16	
<b>Illegal/improper payments</b> Liability restrictions Compromises	B <b>-</b> 224961	8	A- 3
Liability Debt collection	B <del></del> 226695	1	A- 1
GAO authority	B-222915	16	A- 6

Sept. Page APPROPRIATIONS/FINANCIAL MANAGEMENT - Con. Accountable Officers - Con. Relief Physical losses B-226695 1...A- 1 Theft Appropriation Availability Purpose availability Lump-sum appropriation Administrative discretion B-222853 29...A- 9 Specific purpose restrictions Fines State/local governments B-227388 3...A- 2 Taxes State/local governments B-226503 24...A- 8 3...A- 2 B-227388 B-227763 17...A- 8 Telephones Claims By Government Past due accounts Interest State/local governments 3...A- 1 B-212222 Private relief bills Debt collection 8...A- 4 Waiver B-227513 CIVILIAN PERSONNEL Compensation Debt collection Waiver Authority Applicability B**-**224647 28...B-12

1

ii

ł

1

1

1

) |

1

1

		Sept.	Page
CIVILIAN PERSONNEL - Con.			
Compensation - Con.			
Overtime			
Eligibility			
Commuting time	B-202098		•B 3
	B-227695	23.	.B- 6
Military leave	B <b>-</b> 225183	3.	.B- 2
Resignation			
Effective dates	B <b>-</b> 228991	29.	.B-13
Retired personnel			
Government attorneys			
Post-employment			
restrictions	B <b>-</b> 202893	18.	.B- 4
Retroactive compensation			
Eligibility			
Adverse personnel actions			
Classification	B <b>-</b> 217885	25.	.B- 7
Leaves of Absence			
Annual leave			
Forfeiture		_	
Restoration	B <del></del> 226927	25.	.B-10
Relocation			
Actual expenses			
Eligibility			
Distance determination	B <b>-</b> 224631	17.	•B <b>-</b> 3
Expenses			
Reimbursement			
Eligibility			
Government advantage	B <b>-</b> 224631	17	.B- 3

iii

		Sept.	Page
CIVILIAN PERSONNEL - Con. Relocation - Con. Household goods Weight restrictions Liability Waiver	B-226851	21	<b>B-</b> 5
<b>Relocation travel</b> Dependents Eligibility	B <b></b> 224647	28	B-11
<b>Residence transaction expenses</b> Loan origination fees Reimbursement	B <b>-</b> 223102	25.	.B- 7
Reimbursement Eligibility Time restrictions <b>Temporary quarters</b>	B-227587	3.	.B- 2
Actual subsistence expenses Dependents Eligibility	B <b></b> 224647	28.	.B-11
Eligibility Extension	B <b>-</b> 224884	23.	B <b>-</b> 6
Parking fees Reimbursement	B-223102	25.	B <b>-</b> 7
Temporary Quarters <b>Actual subsistence expenses</b> Reimbursement Amount determination	B <b></b> 223102	25.	B- 8

iv

		Sept.	Page
CIVILIAN PERSONNEL - Con.			
Travel			
Local travel			
Travel expenses			
Reimbursement			
Emergencies	B-225089	21	.B- 4
Lodging			
Expenses			
Reimbursement			
Mobile homes	B-227383	25	.B <b>-</b> 10
Reimbursement			
Government quarters			
Availability	B-225082	3	.B- 1
Medical emergencies			
Travel expenses			
Reimbursement	B <del>-</del> 226722	1	B- 1
Temporary duty			
Per diem			
Claims			
Statutes of limitation	B-224811	25	.B- 9
Eligibility	B <b>-</b> 224811	25.	•B- 9
Travel expenses			
Privately-owned vehicles			
Mileage	B-224811	25	•B- 9
Return travel			
Personal convenience	B <b>-2</b> 25352	21	•B- 5

v

		Sept.	Page
<b>CIVILIAN PERSONNEL - Con.</b> Travel - Con. <b>Travel expenses</b> Overpayments			
Debt collection Collection procedures	B <b>-</b> 224750	25.	.B- 8
MILITARY PERSONNEL Leaves of Absence Unused leave balances			
Lump-sum payments	B-228683	15.	.C- 1
Pay Educational benefits			
Amount determination Statutory restrictions	B-225035	15.	C— 1
Eligibility Retired personnel			
Reserve officers	B-227435	25.	.C- 7
Insurance premiums Debt collection	B <b>-</b> 225873	25.	C- 5
<b>Overpayments</b> Error detection			
Debt collection Waiver	B-225873	25.	C <b>-</b> 6
<b>Retroactive pay</b> Compensatory damages Eligibility	B <b>-</b> 224946	25.	C <b>-</b> 2
Deductions Outside employment	B <b>-</b> 224946	25.	C <b>-</b> 3

vi

		Sept.	Page
MILITARY PERSONNEL - Con.			
Pay - Con.			
Retroactive pay - Con.			
Interest	B <b>-</b> 224946	25	•C- 3
Settlement terms			
Acceptance effects	B <b>-</b> 224946	25	•C- 4
Social Security			
Taxes			
Refunds	_		
GAO authority	B-224946	25	•C- 4
Survivor benefits			
Annuity payments			
Eligibility	B <b>-</b> 227505	21	.C <del>-</del> 2
Eligibility	B-225897	25	.C- 6
Relocation			
Household goods			
Shipment			
Restrictions			
Privately-owned vehicles	B-228663	25	.C- 7
Temporary quarters			
Actual expenses			
Reimbursement			
Eligibility	B-225205	25	.C- 5
MISCELLANEOUS TOPICS			
Environment/Energy/Natural Resour	rces		
Environmental protection			
Air quality			
Standards			
Enforcement	B-221037	15	•E- 1

vii

1

	Se	pt. Page
PROCUREMENT Bid Protests Agency-level protests		
Protest timeliness GAO review	B-226605.2	23D-42
<b>Allegation</b> Abandonment	B-227082.2	8D- 7
<b>Allegation substantiation</b> Burden of proof	B-227074.2, et al.) B-227090) B-227156)	16D-25 3D- 4
Lacking GAO review	B-224027.7	28D-53
<b>Antitrust matters</b> GAO review	B-224027.7 B-229060	28D-53 17D-31
<b>Bias allegation</b> Allegation substantiation Evidence sufficiency	B-227832	15D-22
<b>Forum election</b> Finality	B <b>-</b> 228915	18D-37
<b>GAO decisions</b> Recommendations Competitive system integrity	B-227106 ) B-227106.2)	
Convenience termination Withdrawal	B-225445.4	21D-38

viii

	<u>s</u>	ept.	Page
PROCUREMENT - Con.			
Bid Protests - Con.			
GAO procedures			
Administrative reports			
Comments timeliness	B-227883.2	14.	D <b>-1</b> 8
	B <b>-</b> 227900.2	17.	D <b>-</b> 30
Agency notification	B-228079.2	16.	D-26
GAO decisions			
Reconsideration	B-225685.2	29.	D-58
	B-225794.2	14.	D-12
	B-225827.3	14.	.D-13
	B-226960.2	17.	D <b>-</b> 28
	B-227014.2	25.	.D <b>-</b> 49
	B-227074.2		
	et al.		.D-25
	B-227082.2		.D- 7
	B-227110.3		
	B-227111.3	) 14	.D-15
Interested parties	B-226939.4	28.	.D-54
Suspended/debarred			
contractors	B-228122	25.	.D-52
Preparation costs	B-222476.6	>	
-	B-222476.7	) 15.	D-19
	B-224908.6	15.	.D-20
	B-226941		.D- 9
	B <b>-</b> 227374		.D-50
	B-227805	25.	D <b>-</b> 52

víx

1

Sept. Page

PROCUREMENT - Con.		
Bid Protests - Con.		
GAO procedures - Con.		
Protest timeliness		
Apparent solicitation		
improprieties	B-224027.7 B-227106.2) B-227106.2) B-227306 B-227375 B-227502 B-228135 B-228135 B-228144 B-228180 B-228221 B-228835.2	28D-54 14D-14 18D-33 24D-45 10D-10 16D-27 17D-31 30D-61 28D-56 16D-27
Deadlines Constructive notification	B-226605.2	23D-42
Significant issue		
exemptions		
Applicability	B-227964.2	14D-18
10-day rule	B-227399 B-227603 B-227942.3)	17D-30 29D-59
	B-228753.2) B-228037.2 B-228068.3 B-228145 B-228908 B-229061	

х

	5	ept.	Page
<pre>PROCUREMENT - Con. Bid Protests - Con. GAO procedures - Con. Protest timeliness - Con. 10-day rule - Con. Adverse agency actions</pre>	B-227110.3 B-227111.3 B-227296	) 14	D-16 D- 1
Reconsideration motions	B-227676.2	23.	•D <b>-</b> 43
Time/date notations Establishment	B-228068.3	30.,	D-61
Punitive damages	B <b>-</b> 227374	25.	D <b>-</b> 50
Purposes Competition enhancement	B-228093	8	D- 9
<b>Information disclosure</b> Administrative determination GAO review	B-227014.2	25.,	D-49
Competitive advantage	B-227832	15	.D-23
<b>Moot allegation</b> GAO review	B <b>-</b> 227754 B-227831		• D-41
Non-prejudicial allegation GAO review	B-225496.3	18	D-32
<b>Premature allegation</b> GAO review	B-228093	8	D- 9

хi

		Sept.	Page
PROCUREMENT - Con. Competitive Negotiation Contract awards			<b>N</b> 50
Administrative discretion	B <b>-</b> 225587	.2 29	• D-58
Cost/technical tradeoffs Cost savings	B <b>-</b> 227175	2	D- 2
Propriety	B-225587 B-227143		.D-58 .D-21
Contracting officer duties			
Communications			
Restrictions Contractors	B-227696	21.	.D-38
Discussion			
Adequacy	-		
Criteria	B <del>-</del> 227832	15	.D <b>-</b> 23
Determination criteria	B <b>-</b> 227296	1.	D <b>-</b> 1
Offers			
Clarification			
Propriety	B <b>-</b> 226956	.2 16	• D-25
<b>Discussion reopening</b> Propriety			
Best/final offers			
Price adjustments	B-227906	21.	D-40
Federal procurement regulations/laws Revision			
Price data	B-228645	21	.D-41
	J LLUUAJ	<u> </u>	1 1 - 4 4
Hand-carried offers			
Late submission Acceptance criteria	B <b>-</b> 227940	21	.D-40

xii

		<u>Sept.</u>	Page
PROCUREMENT - Con. Competitive Negotiation - Con. Offers Competitive ranges Exclusion Administrative discretion	B-227285. B-227926		•D-33 •D-18
Cost realism Evaluation Administrative discretion	B-227014.	2 25	.D-50
Evaluation Downgrading Propriety Information submission	B-227143	15	.D-21
Contractor duties Subcontractors	B-227832 B-227143		.D-23
Time/materials contracts Work hours	B-227802	24	.D-46
Evaluation errors Non-prejudicial allegation	B-227802	24	•D-46
Prices	B-227904	11	.D-12
Late submission Acceptance criteria	B-226841.	4 3	.D- 3
Organizational experience Evaluation Propriety	B-227143	15	.D <b>-</b> 21

xiii

Sept.

Page

1

51-10-

1

1

	-		
<b>PROCUREMENT - Con.</b> Competitive Negotiation - Con.			
Offers - Con.			
Preparation costs	B-224908.6 B-227805		.D-20 .D-52
Public opening	B <b>-</b> 228135	16	.D-27
Technical acceptability Deficiency Blanket offers of			
compliance	B <b></b> 227894	23	•D-43
Unit prices Labor costs	B <b>-</b> 227904	11	.D-12
Labor costs	D-221904		•D=12
<b>Requests for proposals</b> Amendments			
Evaluation criteria			
Weighting	B-227140	8	.D- 7
Cancellation			
Justification			
GAO review	B-227872	30	.D-60
Competition rights			
Contractors			
Exclusion	B <del>-</del> 227905	16	.D-26
Evaluation criteria			
Cost/technical tradeoffs			
Weighting	B-227143	15	.D-21
Level-of-effort contracts	B <b>-</b> 227832	15	.D-24
Sufficiency	B <b>-</b> 227175	2	.D- 2

xiv

Sept.

Page

\$

1

1

<pre>PROCUREMENT - Con. Competitive Negotiation - Con. Requests for proposals - Con. First-article testing Waiver</pre>		
Administrative determination	B-225685.2	29D-58
Terms Intellectual property Incumbent contractors	B-227090) B-227156)	3D- 4
<b>Unbalanced offers</b> Materiality		
Determination Criteria	B-227304	17D-29
Rejection Propriety	B-227304	17D-29
Contract Disputes GAO review	B-221578 B-228891	29D-57 3D- 5
<b>Shipment costs</b> Freight charges Self-certification	B <del></del> 225014	30D-60
Contract Management <b>Contract administration</b> Contract terms		
Compliance GAO review	B-225871.2 B-227491.2	14D-13 14D-17

 $\mathbf{x}\mathbf{v}$ 

1

4

1

		Sept.	Page
PROCUREMENT - Con. Contract Management Contract administration Options Use			
GAO review	B-228891	3.	D- 6
Contractor Qualification <b>Approved sources</b> Alternate sources Approval			
Government delays	B <b>-</b> 227374	25.	D-51
Approval Cost reimbursement <b>Responsibility</b> Contracting officer findings Affirmative determination GAO review	B-227374 B-225496 B-225871 B-226780 B-227296 B-227306	•3 18. •2 14. •3 17. 1.	D-51 D-32 D-13 D-28 D-1 D-34
Negative determination Pre-award surveys	B <b>-</b> 227696	21.	••D-39
Prior contract performance	B <b>-</b> 227306	18.	••D <b>-3</b> 4
<b>Responsibility criteria</b> Distinctions Performance specifications	B-227109	16.	D <b>-</b> 26

xvi

ł

i.

ł

		Sept	•	Page
PROCUREMENT - Con. Contractor Qualification - Con. Responsibility criteria - Con. Financial capacity Contractors	B-227696	2	1	.D-39
Organizational experience	B-227903	2	8	.D <b>-</b> 56
Performance capabilities	B-225496	.3 1	8	<b>D-</b> 32
Noncompetitive Negotiation <b>Contract awards</b> Sole sources Propriety	B <b>-</b> 226941 B-227374			.D-10 .D-51
Payment/Discharge <b>Payment time periods</b> Government delays Interest	B-221578	2	9	D-57
<b>Shipment costs</b> Additional costs Payment time periods Statutes of limitation	B224046	2	5	D-48
Overcharge Payment deductions Propriety	B-225087	2	5	D-48
<b>Unauthorized contracts</b> Quantum meruit/valebant doctrine	B <b>-</b> 226503	2	.4	.D-44

xvii

Sept. Page

1

1

		• <u> </u>
PROCUREMENT - Con. Sealed Bidding		
Bid guarantees		
Modification		_
Propriety	B-227948 B-227982	18D-36 14D-19
Responsiveness		
Contractors		
Identification	B-228254	30D-62
Liability restrictions	B-227491.2	14D-17
Minor deviations		
Time/date notations	B-226780.3	17D-28
	B-227640	8D- 8
	5 221010	0
Signatures		
Authority	B-227754	22D-42
·	B-228201	30D-62
Bids		
Evaluation		
Options		
Low bid displacement	B <b>-</b> 227915	18D-35
Low bid displacement	D=22/910	10
Price reasonableness		
Administrative		
discretion	B-227306	18D-34
		-
Prices		
Options	B-227915	18D-35
Value engineering	B-225747.2	4D- 6

xviii

Sept.

Page

1

1

1

1

ţ.

**PROCUREMENT** - Con. Sealed Bidding - Con. Bids - Con. Late submission Acceptance criteria Government mishandling B-227729 10...D-10 B-222476.6) Preparation costs B-222476.7) 15...D-19 Responsiveness Acceptance time periods Deviation B-228792 1...D- 2 Additional work/quantities Price omission B-227898 21...D-39 Contractor liability Liability restrictions B-225087 25...D-49 Descriptive literature Adequacy B-228689 24...D-47 Determination time periods B-228689 24...D-47 Terms Deviation B-227399 17...D-30 Contract awards Propriety B-225630.4 18...D-33 Federal procurement regulations/laws Revision Price data 21...D-41 B-228645

xix

	5	Sept. Page
PROCUREMENT - Con. Sealed Bidding - Con. Hand-carried bids Late submission	D. 000000	
Acceptance criteria	B-228062	3D- 5
<b>Invitations for bids</b> Cancellation Justification		
Price reasonableness	B-227359	3D- 5
Resolicitation Propriety	B-225769.2 B-225769.3	2) }) 15D-20
Post-bid opening cancellation Justification		
Price reasonableness	B <b>-</b> 227861	11D-11
Terms Interpretation Alternate bids	P 2257117 1	2 4D- 6
Alternate bids	D-220(4).4	: 4D= 0
<b>Two-step sealed bidding</b> Offers Rejection		
Propriety	B <b>-</b> 227375	24D-45
<b>Unbalanced bids</b> Allegation substantiation		
Evidence sufficiency	B <b>-</b> 227915	18D-36
Small Purchase Method <b>Quotations</b> Evaluation		
Technical acceptability	B-227912	17D-31

xx

Ł ł

		Sept.	Page
PROCUREMENT - Con. Small Purchase Method - Con. Requests for quotations Cancellation			
Justification Minimum needs standards	B <b>-</b> 227470	21	.D <del>.</del> 38
Socio-Economic Policies Labor standards Construction contracts Suspended/debarred contractors			
Listings	B <b>-</b> 226424	29	.D-59
Federal procurement regulations/laws Revision	B <b>-</b> 228731	25	.D-53
Preferred products/services			
Domestic sources Compliance	B <b>-</b> 227491. B-227812	-	.D-17 .D-11
Small businesses Competency certification Extension			
Administrative discretion	B <b>-</b> 228056	2	•D- 3
Size determination GAO review	B-226605.	2 23	•D-43
Small business set-asides Use			
Administrative discretion	B-227854, et al.		•D-24

xxi

1

1

ł

		Sept. Page
PROCUREMENT - Con.		
Special Procurement		
Methods/Categories		
<b>Com</b> puter equipment/services		
Competitive restrictions		
Federal procurement		
regulations/laws		
Compliance	B <b>-</b> 226935	3D- 4
Federal supply schedule		
Purchases		
Cost/technical tradeoffs		
Technical superiority	B-227845	8D- 8
Justification		
Low prices	B-227833	28D-55
Specifications		
Minimum needs standards		
Competitive restrictions		
Allegation substantiation		
Evidence sufficiency	B-225871.	2 14D-14
Design specifications		
Justification	B <b>-</b> 227697	18D-35
Geographic restrictions		
Justification	B-227849	28D-55
Justification		
Sufficiency	B-227144	14D-16
	B-227643.	
Shipment schedules	B <b>-</b> 227962	21D-40
	, , , , , , , , , , , , , , , , ,	

xxii

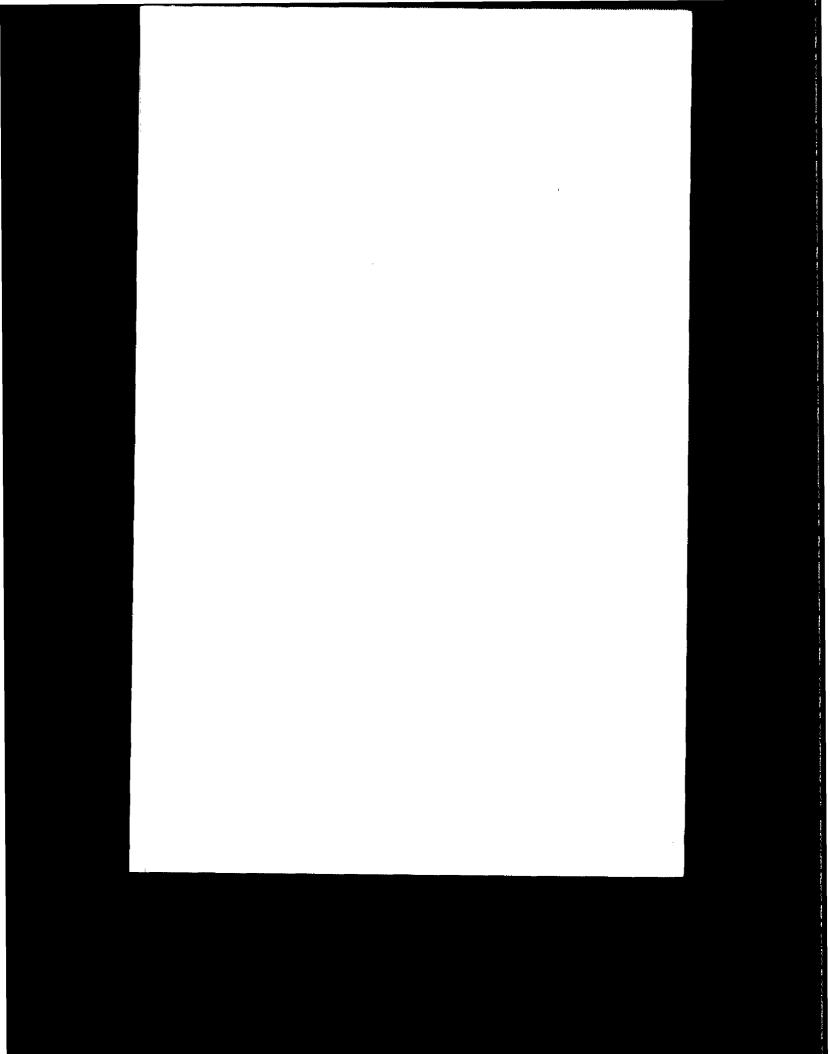
Sept. Page

1

PROCUREMENT - Con. Specifications - Con. Performance specifications Modification Contractors Notification

B-227106 ) B-227106.2) 14...D-15

xxiii



United States General Accounting Office Washington, D.C. 20548

Official Business Penalty for Private Use \$300

Address Correction Requested

Special Fourth Class Rate Postage & Fees Paid GAO Permit No. G100