- (c) IDENTIFICATION OF NONCOMPLIANT PROGRAMS.—When it is necessary to implement the policy set out in subsection (a), the head of an executive agency shall—
 - (1) determine whether there is a continuing need for programs that are significantly behind schedule, over budget, or not in compliance with performance or capability requirements; and
 - (2) identify suitable actions to be taken, including termination, with respect to those programs.

(Pub. L. 111-350, §3, Jan. 4, 2011, 124 Stat. 3743.)

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
3103	41:263.	June 30, 1949, ch. 288, title III, § 313, as added Pub. L. 103-355, title V, § 5051(a), Oct. 13, 1994, 108 Stat. 3351; Pub. L. 105-85, div. A, title VIII, § 851(a), Nov. 18, 1997, 111 Stat. 1851.

§ 3104. Small business concerns

It is the policy of Congress that a fair proportion of the total purchases and contracts for property and services for the Federal Government shall be placed with small business concerns.

 $(Pub.\ L.\ 111-350,\ \S 3,\ Jan.\ 4,\ 2011,\ 124\ Stat.\ 3744.)$

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
3104	41:252(b).	June 30, 1949, ch. 288, title III, §302(b), 63 Stat. 393; July 12, 1952, ch. 703, §1(m), 66 Stat. 594; Pub. L. 98-369, div. B, title VII, §2714(a)(1)(A), July 18, 1984, 98 Stat. 1184.

The word "declared" is omitted as unnecessary.

§ 3105. New contracts and grants and merit-based selection procedures

- (a) CONGRESSIONAL POLICY.—It is the policy of Congress that—
 - (1) an executive agency should not be required by legislation to award—
 - (A) a new contract to a specific non-Federal Government entity; or
 - (B) a new grant for research, development, test, or evaluation to a non-Federal Government entity; and
 - (2) a program, project, or technology identified in legislation be procured or awarded through merit-based selection procedures.
- (b) NEW CONTRACT AND NEW GRANT DESCRIBED.—For purposes of this section—
 - (1) a contract is a new contract unless the work provided for in the contract is a continuation of the work performed by the specified entity under a prior contract; and
 - (2) a grant is a new grant unless the work provided for in the grant is a continuation of the work performed by the specified entity under a prior grant.
- (c) Requirements for Awarding New Contract or New Grant.—A provision of law may

not be construed as requiring a new contract or a new grant to be awarded to a specified non-Federal Government entity unless the provision of law specifically—

- (1) refers to this section;
- (2) identifies the particular non-Federal Government entity involved; and
- (3) states that the award to that entity is required by the provision of law in contravention of the policy set forth in subsection (a).
- (d) EXCEPTION.—This section does not apply to a contract or grant that calls on the National Academy of Sciences to investigate, examine, or experiment on a subject of science or art of significance to an executive agency and to report on those matters to Congress or an agency of the Federal Government.

 $(Pub.\ L.\ 111-350,\ \S 3,\ Jan.\ 4,\ 2011,\ 124\ Stat.\ 3744.)$

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
3105(a)	41:253(i)(1). 41:266(a).	June 30, 1949, ch. 288, title III, §303(i), as added Pub. L. 103-355, title VII, §7203(b)(1)(B), Oct. 13, 1994, 108 Stat. 3380; Pub. L. 104-106, title XLI, §4101(b)(1), Feb. 10, 1996, 110 Stat. 642. June 30, 1949, ch. 288, title III, §316, as added Pub. L. 103-355, title VII, §7203(b)(2), Oct. 13, 1994, 108 Stat. 3381; Pub. L. 104-106, title XLIII, §4321(e)(9), Feb. 10, 1996, 110 Stat. 675.
3105(b)	41:253(i)(3). 41:266(c).	
3105(c)	41:253(i)(2).	
3105(d)	41:266(b). 41:253(i)(4). 41:266(d).	

§ 3106. Erection, repair, or furnishing of public buildings and improvements not authorized, and certain contracts not permitted, by this division

This division does not—

- (1) authorize the erection, repair, or furnishing of a public building or public improvement; or
- (2) permit a contract for the construction or repair of a building, road, sidewalk, sewer, main, or similar item using procedures other than sealed-bid procedures under section 3301(b)(1)(A) of this title if the conditions set forth in section 3301(b)(1)(A) of this title apply or the contract is to be performed outside the United States.

(Pub. L. 111–350, §3, Jan. 4, 2011, 124 Stat. 3745.)

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
3106	41:252(e)(1).	June 30, 1949, ch. 288, title III, §302(c)(1), 63 Stat. 393; July 12, 1952, ch. 703, §1(m), 66 Stat. 594; Pub. L. 85-800, §82, 3, Aug. 28, 1956, 72 Stat. 966; Pub. L. 89-348, §12, Nov. 8, 1965, 79 Stat. 1303; Pub. L. 89-348, §1(2), Nov. 8, 1965, 79 Stat. 1310; Pub. L. 90-268, §4, Mar. 16, 1968, 82 Stat. 50; Pub. L. 93-356, §3, July 25, 1974, 88 Stat. 390; Pub. L. 98-191, §9(a)(1), Dec. 1, 1983, 97 Stat. 1331; Pub. L. 98-369, div. B, title VII, §2714(a)(1)(B), July 18, 1984, 98 Stat. 1184.

In paragraph (1), the words "but such authorization shall be required in the same manner as heretofore" are omitted as unnecessary.

CHAPTER 33—PLANNING AND SOLICITATION

Sec.	
3301.	Full and open competition.
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§ 3301. Full and open competition

- (a) IN GENERAL.—Except as provided in sections 3303, 3304(a), and 3305 of this title and except in the case of procurement procedures otherwise expressly authorized by statute, an executive agency in conducting a procurement for property or services shall—
- (1) obtain full and open competition through the use of competitive procedures in accordance with the requirements of this division and the Federal Acquisition Regulation; and
- (2) use the competitive procedure or combination of competitive procedures that is best suited under the circumstances of the procurement.
- (b) APPROPRIATE COMPETITIVE PROCEDURES.—
- (1) USE OF SEALED BIDS.—In determining the competitive procedures appropriate under the circumstance, an executive agency shall—
 - (A) solicit sealed bids if-
 - (i) time permits the solicitation, submission, and evaluation of sealed bids;
 - (ii) the award will be made on the basis of price and other price-related factors;
 - (iii) it is not necessary to conduct discussions with the responding sources about their bids; and
 - (iv) there is a reasonable expectation of receiving more than one sealed bid; or
 - (B) request competitive proposals if sealed bids are not appropriate under subparagraph (A).
- (2) SEALED BID NOT REQUIRED.—Paragraph (1)(A) does not require the use of sealed-bid

- procedures in cases in which section 204(e) of title 23 applies.
- (c) EFFICIENT FULFILLMENT OF GOVERNMENT REQUIREMENTS.—The Federal Acquisition Regulation shall ensure that the requirement to obtain full and open competition is implemented in a manner that is consistent with the need to efficiently fulfill the Federal Government's requirements.

 $(Pub.\ L.\ 111-350,\ \S 3,\ Jan.\ 4,\ 2011,\ 124\ Stat.\ 3745.)$

HISTORICAL AND REVISION NOTES

Revised Section	Source (U.S. Code)	Source (Statutes at Large)
3301(a)	41:253(a)(1).	June 30, 1949, ch. 288, title III, §303(a), 63 Stat. 395; July 12, 1952, ch. 703, §1(m), 66 Stat. 594; Pub. L. 90-268, §2, Mar. 16, 1968, 82 Stat. 49; Pub. L. 98-369, title VII, §2711(a)(1), July 18, 1984, 98 Stat. 1175; Pub. L. 103-355, title I, §1051(1), Oct. 13, 1994, 108 Stat. 32(b),
3301(b)(1) 3301(b)(2)		June 30, 1949, ch. 288, title III, §302(c)(2), as added Pub. L. 98-369, title VII, §2714(a)(1)(B), July 18, 1984, 98 Stat. 1184.
3301(c)	41:253(h).	June 30, 1949, ch. 288, title III, §303(h), as added Pub. L. 104-106, title XLI, §4101(b)(2), Feb. 10, 1996, 110 Stat. 642.

CONSTRUCTION

Pub. L. 98–369, div. B, title VII, \$2711(c), July 18, 1984, 98 Stat. 1181, provided that: "The amendments made by this section [see Tables for classification] do not supersede or affect the provisions of section 8(a) of the Small Business Act (15 U.S.C. 637(a))."

§ 3302. Requirements for purchase of property and services pursuant to multiple award contracts

- (a) DEFINITIONS.—In this section:
- (1) EXECUTIVE AGENCY.— The term "executive agency" has the same meaning given in section 133 of this title.
- (2) INDIVIDUAL PURCHASE.—The term "individual purchase" means a task order, delivery order, or other purchase.
- (3) MULTIPLE AWARD CONTRACT.—The term "multiple award contract" means—
- (A) a contract that is entered into by the Administrator of General Services under the multiple award schedule program referred to in section 2302(2)(C) of title 10;
- (B) a multiple award task order contract that is entered into under the authority of sections 2304a to 2304d of title 10, or chapter 41 of this title; and
- (C) any other indefinite delivery, indefinite quantity contract that is entered into by the head of an executive agency with 2 or more sources pursuant to the same solicitation.
- (4) SOLE SOURCE TASK OR DELIVERY ORDER.— The term "sole source task or delivery order" means any order that does not follow the competitive procedures in paragraph (2) or (3) of subsection (c).
- (b) REGULATIONS REQUIRED.—The Federal Acquisition Regulation shall require enhanced competition in the purchase of property and