1 Subtitle A—Defense Acquisition

2 Streamlining and Transparency

- 3 PART I—ACQUISITION SYSTEM STREAMLINING
- 4 SEC. 801 [Log 64842]. PROCUREMENT THROUGH ONLINE
- 5 MARKETPLACES.
- 6 (a) ESTABLISHMENT OF PROGRAM.—The Adminis-
- 7 trator of General Services shall establish a program to
- 8 procure commercial products through online marketplaces
- 9 for purposes of expediting procurement and ensuring rea-
- 10 sonable pricing of commercial products. The Adminis-
- 11 trator shall carry out the program in accordance with this
- 12 section, through more than one contract with more than
- 13 one online marketplace provider, and shall design the pro-
- 14 gram to enable Government-wide use of such market-
- 15 places.
- 16 (b) Use of Program by Secretary of De-
- 17 FENSE.—The Secretary of Defense shall purchase, as ap-
- 18 propriate, commercial products for the Department of De-
- 19 fense using the program established pursuant to sub-
- 20 section(a).
- 21 (c) Criteria for Online Marketplaces.—The
- 22 Administrator shall ensure that an online marketplace
- 23 used under the program established pursuant to sub-
- 24 section (a)—

| 1 | (1) is used widely in the private sector, includ- |
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| 2 | ing in business-to-business e-commerce; |
| 3 | (2) provides dynamic selection, in which sup- |
| 4 | pliers and products may be frequently updated, and |
| 5 | dynamic pricing, in which product prices may be fre- |
| 6 | quently updated; |
| 7 | (3) enables offers from multiple suppliers on |
| 8 | the same or similar products to be sorted or filtered |
| 9 | based on product and shipping price, delivery date, |
| 10 | and reviews of suppliers or products; |
| 11 | (4) does not feature or prioritize a product of |
| 12 | a supplier based on any compensation or fee paid to |
| 13 | the online marketplace by the supplier that is exclu- |
| 14 | sively for such featuring or prioritization on the on- |
| 15 | line marketplace; |
| 16 | (5) provides the capability for procurement |
| 17 | oversight controls, including spending limits, order |
| 18 | approval, and order tracking; |
| 19 | (6) provides consolidated invoicing, payment, |
| 20 | and customer service functions for all transactions; |
| 21 | (7) satisfies requirements for supplier and prod- |
| 22 | uct screening in subsection (d); and |
| 23 | (8) collects information necessary to fulfill the |
| 24 | information requirements in subsection (h). |

| 1 | (d) Supplier and Product Screening.—The Ad- |
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| 2 | ministrator shall— |
| 3 | (1) provide or ensure electronic availability to |
| 4 | an online marketplace provider awarded a contract |
| 5 | pursuant to subsection (a), no less frequently than |
| 6 | the first day of each month— |
| 7 | (A) the list of suspended and debarred |
| 8 | contractors contained in the System of Award |
| 9 | Management maintained by the General Serv- |
| 10 | ices Administration, or any successor system; |
| 11 | (B) a list of suppliers, by product, that |
| 12 | certify compliance with the requirements of sec- |
| 13 | tion 2533a or 2533b of title 10, United States |
| 14 | Code; |
| 15 | (C) a list of suppliers, by product, that |
| 16 | comply with the requirements of, or are subject |
| 17 | to an exception under, chapter 83 of title 41, |
| 18 | United States Code; |
| 19 | (D) a list of suppliers, by product, with re- |
| 20 | spect to which the President has issued a waiv- |
| 21 | er under section 301 of the Trade Agreements |
| 22 | Act of 1979 (19 U.S.C. 2511); |
| 23 | (E) a list of products, by supplier, that are |
| 24 | suitable for the Federal Government to procure |
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| 1 | pursuant to section 8503 of title 41, United |
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| 2 | States Code; and |
| 3 | (F) a list of suppliers, by product, that are |
| 4 | small business concerns; |
| 5 | (2) conduct reviews of suppliers to establish the |
| 6 | lists required under paragraph (1); |
| 7 | (3) ensure that an online marketplace used |
| 8 | under the program established pursuant to sub- |
| 9 | section (a) provides the ability to search suppliers |
| 10 | and products and identify such suppliers and prod- |
| 11 | ucts as authorized or not authorized for purchase |
| 12 | during the procurement and order approval process |
| 13 | based on the most recent lists provided pursuant to |
| 14 | paragraph (1). |
| 15 | (e) Relationship to Other Provisions of |
| 16 | Law.—(1) Notwithstanding any other provision of law, a |
| 17 | procurement of a product made through an online market- |
| 18 | place under the program established pursuant to sub- |
| 19 | section (a)— |
| 20 | (A) is deemed to satisfy requirements for full |
| 21 | and open competition pursuant to section 2304 of |
| 22 | title 10, United States Code, and section 3301 of |
| 23 | title 41, United States Code, if there are offers from |
| 24 | two or more suppliers of such a product or similar |
| 25 | product with substantially the same physical, func- |

- tional, or performance characteristics on the online
- 2 marketplace; and
- 3 (B) is deemed to be an award of a prime con-
- 4 tract for purposes of the goals established under sec-
- 5 tion 15(g) of the Small Business Act (15 U.S.C.
- 6 644(g)), if the purchase is from a supplier that is
- 7 a small business concern.
- 8 (2) Nothing in this subsection shall be construed as
- 9 limiting the authority of a department or agency to re-
- 10 strict competition to small business concerns.
- 11 (f) REQUIREMENT TO USE STANDARD TERMS AND
- 12 CONDITIONS OF ONLINE MARKETPLACES.—Notwith-
- 13 standing any other provision of law, a procurement of a
- 14 product through a commercial online marketplace used
- 15 under the program established pursuant to subsection (a)
- 16 shall be made under the standard terms and conditions
- 17 of the marketplace relating to purchasing on the market-
- 18 place, and the Administrator shall not require an online
- 19 marketplace to modify its standard terms and conditions
- 20 as a condition of receiving a contract pursuant to sub-
- 21 section(a).
- 22 (g) PROCEDURES FOR AWARD OF CONTRACT.—Not-
- 23 withstanding section 2304 of title 10, United States Code,
- 24 or any other provision of law, the award of a contract to

| 1 | an online marketplace provider pursuant to subsection (a) |
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| 2 | may be made without the use of full and open competition. |
| 3 | (h) OrderInformation.— |
| 4 | (1) IN GENERAL.—The Administrator shall re- |
| 5 | quire each online marketplace provider awarded a |
| 6 | contract pursuant to subsection (a) to provide to the |
| 7 | General Services Administration, not less frequently |
| 8 | than the first day of each month, the ability to elec- |
| 9 | tronically access the following information with re- |
| 10 | spect to each product ordered during the preceding |
| 11 | month: |
| 12 | (A) The product name and description. |
| 13 | (B) The date and time of the order. |
| 14 | (C) The product price. |
| 15 | (D) The person or entity within the de- |
| 16 | partment or agency that purchased the product |
| 17 | and, if appropriate, the official who authorized |
| 18 | the purchase. |
| 19 | (E) The delivery address specified in the |
| 20 | order for the product. |
| 21 | (F) The number of suppliers that offered |
| 22 | the same product or a similar product with sub- |
| 23 | stantially the same physical, functional, or per- |
| 24 | formance characteristics on the same date and |
| 25 | time that the product was ordered. |

- 1 (2) Data system.—The Administrator shall
- 2 ensure that order information listed in paragraph
- 3 (1) is entered into the Federal Procurement Data
- 4 System described in section 1122 of title 41, United
- 5 States Code.
- 6 (i) Limitation on Information Disclosure.—In
- 7 any contract awarded to an online marketplace provider
- 8 pursuant to subsection (a), the Administrator shall require
- 9 that the provider agree not to sell or otherwise make avail-
- 10 able to any third party any of the information listed in
- 11 subsection (h)(1) in a manner that identifies the Federal
- 12 Government, or any of its departments or agencies, as the
- 13 purchaser, except with written consent of the Adminis-
- 14 trator.
- 15 (j) COMPTROLLER GENERAL REVIEW OF SMALL
- 16 BUSINESS PARTICIPATION.—
- 17 (1) REPORT REQUIREMENT.—Not later than
- three years after a contract with an online market-
- 19 place provider is awarded pursuant to subsection
- 20 (a), the Comptroller General of the United States
- shall submit to the committees listed in paragraph
- 22 (2) a report on small business participation in the
- program established pursuant to subsection (a). The
- 24 report shall include—

| 1 | (A) the number of small business concerns |
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| 2 | that have registered or that have sold goods |
| 3 | with at least one online marketplace provider; |
| 4 | (B) trends in small business participation; |
| 5 | (C) the effect, if any, of the program on |
| 6 | the ability of agencies to meet goals established |
| 7 | under section 15(g) of the Small Business Act |
| 8 | (15 U.S.C. 644(g)); and |
| 9 | (D) a discussion of the limitations, if any, |
| 10 | to small business participation in the program. |
| 11 | (2) COMMITTEES.—The committees listed in |
| 12 | this paragraph are the following: |
| 13 | (A) The Committees on Armed Services of |
| 14 | the Senate and House of Representatives. |
| 15 | (B) The Committee on Homeland Security |
| 16 | and Governmental Affairs of the Senate and the |
| 17 | Committee on Oversight and Government Re- |
| 18 | form of the House of Representatives. |
| 19 | (C) The Committee on Small Business and |
| 20 | Entrepreneurship of the Senate and the Com- |
| 21 | mittee on Small Business of the House of Rep- |
| 22 | resentatives. |
| 23 | (k) Definitions.—In this section: |
| 24 | (1) Online marketplace provider.—The |
| 25 | term "online marketplace provider" means a com- |

mercial, non-Government entity providing an online portal for the purchase of commercial products aggregated, distributed, sold, or manufactured by such entity. The term does not include an online portal managed by the Government for, or predominantly for use by, Government agencies.

- (2) COMMERCIAL PRODUCT.—The term "commercial product" means a commercially available off-the-shelf item, as defined in section 104 of title 41, United States Code, except the term does not include services.
- (3) SMALL BUSINESS CONCERN.—The term "small business concern" has the meaning given such term under section 3 of the Small Business Act (15 U.S.C. 632).