

# GAO Highlights

Highlights of [GAO-23-105209](#), a report to congressional committees

## Why GAO Did This Study

DOE is one of the largest federal civilian contracting agencies, awarding contracts for research, weapons production, and environmental cleanup. Competition saves taxpayer dollars, improves contractor performance, and curbs fraud.

The explanatory statement accompanying the Consolidated Appropriations Act, 2021, includes a provision for GAO to assess competition and other aspects of DOE's contracting process. This report examines, among other things, for DOE's largest competitions for contracts awarded in fiscal years 2015 through 2020, (1) the number of offers DOE received and the acquisition environment's potential effects on competition; and (2) factors identified by selected industry entities that may hinder competition, and actions DOE has taken to address such factors.

GAO analyzed contract files for the 15 competitions in its scope, interviewed DOE officials and representatives from selected industry entities that expressed interest in the contracts and did—or did not—submit an offer, and compared DOE actions to OMB guidance for enhancing competition.

## What GAO Recommends

GAO is making eight recommendations, including that NNSA and the Office of Science hold periodic meetings to share information with industry about how competitions are conducted and how offers are evaluated. DOE concurred and NNSA either concurred or concurred in principle with the recommendations.

View [GAO-23-105209](#). For more information, contact Allison Bawden at (202) 512-3841 or [BawdenA@gao.gov](mailto:BawdenA@gao.gov).

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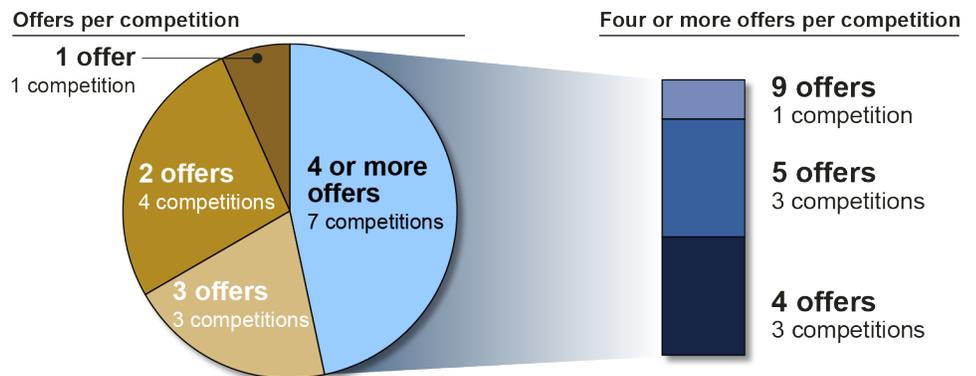
# DEPARTMENT OF ENERGY CONTRACTING

## Additional Actions Could Further Strengthen Competition

### What GAO Found

The Department of Energy (DOE) received multiple offers for almost all of its competitions for its largest contracts awarded from fiscal years 2015 through 2020 (see figure). However, relatively fewer entities—such as companies, universities, or organizations—submitted offers for management and operating (M&O) contracts than for other types of contracts. When fewer entities submit offers, risks to competition may increase, such as entities engaging in anticompetitive behavior. DOE officials say they help to mitigate these risks through relevant training for staff.

**Number of Offers Received for Competitions Resulting in the Department of Energy's (DOE) Largest Contracts, Fiscal Years 2015–2020**



Source: GAO analysis of DOE contract pre-award files. | GAO-23-105209

Industry representatives GAO interviewed identified wide-ranging factors that may hinder competition for DOE's largest competitions. A majority of the industry representatives expressed concerns about the fairness of aspects of the award process. For example, they questioned whether officials fairly rated offerors' performance on relevant past work. GAO did not find evidence in the contract files that supported these concerns. However, perceptions of unfairness may hinder competition, because entities may choose not to submit an offer if they perceive that they will not be treated fairly in a competition.

Some DOE components have taken actions to address factors that could hinder competition, such as sharing information with industry about the award process—consistent with guidance from the Office of Management and Budget (OMB). For example, DOE's Office of Environmental Management has recently begun holding quarterly meetings with industry entities. Agency officials and industry representatives said these meetings have been helpful. DOE's National Nuclear Security Administration (NNSA) and Office of Science, which had M&O contracts in GAO's scope, have not held similar meetings. Improved information sharing could help these components address industry perceptions about fairness, which could in turn remove barriers to a more competitive acquisition environment.