DEPARTMENT OF HEALTH & HUMAN SERVICES



National Institutes of Health Bethesda, Maryland 20892

October 30, 2002

TO: All NIH Employees

FROM: Deputy Director for Management

SUBJECT: Competitive Sourcing Reviews in Fiscal Years 2003 and 2004

I recently sent you a memo introducing the topic of "competitive sourcing" (commonly referred to as "A-76") and giving you information of how the NIH is addressing the issue. You may recall that competitive sourcing is the process Federal agencies must go through to review functions that are considered commercial (that is, things that you do in your job, that could also be done by a private company) to see if they can be done less expensively using contractors. In those cases where NIH management determines that it is in the best interest of the government to contract out a function, everyone should remember that Secretary Thompson remains committed to making sure everyone has a job.

The initial step in this process was to assign every NIH employee to a specific function from a list developed by the Office of Management and Budget, and to determine if the nature of the work is "inherently governmental" or "commercial". Each IC has completed this step and the Commercial Activities Review Team (CART) in the Office of Management Assessment/OD is now evaluating the entire inventory. NIH is required to review 25% of the "commercial" functions by the end of FY 2004 to determine the least expensive way to perform them. The CART has enlisted the help of several senior NIH managers to assist in these reviews and provide technical guidance on the functions themselves.

Attached is the list of functions that have been identified for review over the next two years. The next step in the process is to determine what positions are to be included in the list of functions to be reviewed. Once the specific positions have been identified, we will sit down with the employees whose functions will be reviewed to discuss the process and answer their questions. Where applicable, we will also include appropriate union representation.

As we continue to implement this process, CART staff will keep you informed. The CART staff is currently in the process of scheduling an all-hands information session about the competitive sourcing requirement for employees. In the meantime, if you want to learn more about competitive sourcing, you can look at the NIH A-76 website at: http://A-76.nih.gov.

/s/ Charles E. Leasure, Jr.

Attachment

Functions Scheduled for Review - Completion FY 03

Function

Personnel

Employee Development

Manpower Research and Analysis (Workforce Planning)

Benefits Reviews & Analysis Handling of Employee Benefit Paperwork

EEO Staf

Negotiated Dispute Resolution (ADR)

Finance and Accounting

Administrative Support Clerical assistance to any of the above

Voucher Examining

Customer Billings

Business Performance Reporting

Internal Auditing Budget & financial auditing services

Grants Management

Administrative Support: Provide clerical and grants technical support and assistance to all Grants Management functions.

Administrative Support: Provide clerical and grants technical support and assistance for grants close out functions.

Application Services: Provide file room operation and maintenance functions.

Grants Monitoring and Evaluation: Manage grants close out functions encompassing assurance that necessary scientific, administrative, and financial reports have been received and implementation and documentation of compliance with federal records manageme

Biomedical Research: Provide administrative and clerical support for scientific research trend analysis and coding.

Biomedical Research: Provide administrative and clerical support to applications pre-award analysis and referral functions.

Biomedical Research: Perform applications receipt, processing, and distribution functions.

General Admin (not specific to other areas)

RDTE Administrative Support

Copying

Administrative Filing

Records Management

R&D

Patient Care Unit clerks: clerks supporting clinical informatics

Biomedical Research: Committee management support.

Paralegal Specialist functions

Basic Research - Students (General Schedule)

Perform research animal support services

Direct provision of animal bushandry and of

Direct provision of animal husbandry and cage wash services

Provide veterinary technical services

Applied Research - Students (General Schedule)

Provide NIH visa services

Facilities and Installation Services

Postal Services

Administrative Support

Manage space and space assignment data

Provide Facility Management Services

Motor Vehicle Operations

Generate steam and chilled water Warehousing and Distribution

Building Services

Provide Locksmithing Service

Issue and manage ID cards

Install and Maintain Building Entry and Security Systems

Maintain utility distribution system

Coordinate schedule of interconnected moves

Retail Supply Operations

Traffic/Transportation Management Services

Visual Information and multi-media services

Professional Development Training

Architect-Engineering - Local Projects: Provide A/E consulting and technical expertise (interior/facility design)

Operate Work Reception center

Provides Grounds Maintenance Services

IT and Information Services

Administrative Support Clerical assistance to IT

Management of agency IT security awareness and training program (ISSO)

Other Information Operation Services

Data Maintenance Administrative activities and computing services) Includes extramural and administrative activities

Data Center Operations

Maintenance of ADP Equipment Maintenance of ADP equipment, for both software and hardware, including back-up and recovery operations.

Systems Design, Development and Programming Services — Programming of NIH IT - related systems, e.g., coding and testing, installation, and technical integration, etc.

Functions Scheduled for Review - Completion FY 04

Function

Personne

Personnel Administrative Support (Other Personnel Activities)

Grants Management

Biomedical Research: Provide scientific review functions encompassing performance, analysis, and administration of scientific review, scientific quality assurance and coordination, and training activities

Biomedical Research: Provide administrative and clerical support for scientific review functions.

Facilities and Installation Services

Perform building maintenance and operations

Perform Fire Prevention and Protection services

Other Real Property Program and Project Management Activities

IT and Information Services

Information Technology Management -- Maintain integrity of LAN, develop web pages, train staff in IT, provide IT support and software services, recommend the acquisition and use of new technologies for the

Client Services Management and operation of client services and help-desk programs

Systems Design, Development and Programming Services -- Planning and development, of NIH IT-related systems, e.g., requriements analysis, applications development, configuation planning, etc.