

**DECISION**



**THE COMPTROLLER GENERAL  
OF THE UNITED STATES**  
WASHINGTON, D.C. 20548

*Alkon 3LII 14487*  
*[Protest of Contract Award Involving Procurement Funded by Loan From FmHA]*  
August 5, 1980

FILE: B-199552

DATE:

MATTER OF: Svennes Construction, Inc.

**DIGEST:**

Procurement by local organization using funds borrowed from Farmers Home Administration is neither Federal procurement nor procurement involving Federal grant funds and, therefore, will not be reviewed by GAO.

Svennes Construction, Inc. has protested the award of a construction contract by Every Citizen Counts Organization (ECCO), Madison, South Dakota. We understand that the procurement is funded by a loan from the Farmers Home Administration (FmHA), and that it is neither a Federal procurement nor a procurement utilizing Federal grant funds.

Since the funds involved are FmHA funds and are repayable, with interest, to FmHA, and since the protested award involves neither a procurement by or for an agency of the Federal Government, nor a procurement by a Federal grantee, our Office will not consider the protest. Central Construction, Inc., B-187699, February 23, 1977, 77-1 CPD 130.

*Milton J. Socolar*

Milton J. Socolar  
General Counsel

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