OFFICE OF THE UNDER SECRETARY OF DEFENSE
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ACQUISITION,
TECHNOLOGY
AND LOGISTICS

SEP 19 2014

MEMORANDUM FOR COMMANDER, UNITED STATES SPECIAL OPERATIONS COMMAND (ATTN: ACQUISITION EXECUTIVE)
COMMANDER, UNITED STATES TRANSPORTATION COMMAND (ATTN: ACQUISITION EXECUTIVE)
DEPUTY ASSISTANT SECRETARY OF THE ARMY (PROCUREMENT)
DEPUTY ASSISTANT SECRETARY OF THE NAVY (ACQUISITION AND PROCUREMENT)
DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE (CONTRACTING)
DIRECTORS OF THE DEFENSE AGENCIES
DIRECTORS OF THE DOD FIELD ACTIVITIES

SUBJECT: Government Furnished Property Clause Compliance

Accountability and auditability of Government Furnished Property (GFP) cannot be achieved if contracts do not contain the appropriate contract clauses. Defense Procurement and Acquisition Policy (DPAP) leads a quarterly GFP Working Group established to strengthen the accountability and management of GFP. Several policy issuances listed at http://www.acq.osd.mil/dpap/pdi/gfp/index.html have formalized end to end business rules, data standards, and internal controls. The "GFP Resources" document itemizes training and other resources for strengthening GFP practices (attached).

To ensure effective implementation of these policies, DPAP reviewed contract clause compliance. While compliance has improved over the last year there is still room for improvement. Data for the last three quarters is attached. Evaluation of new contract awards indicates that the required Federal Acquisition Regulation (FAR) and the Defense Federal Acquisition Regulation Supplement (DFARS) provisions are not included when required. The FAR clause 52.245-1 is required in all cost reimbursable and time and material contracts but is included less than 79% of the time. Similarly, the five DFARS clauses required in all contracts containing 52.245-1 were all included in less than 39% of new awards during FY14Q3.

DPAP will publish quarterly scorecards on the inclusion of the FAR and DFARS property clauses in new awards. The Director, Defense Contract Management Agency (DCMA) will include checks for the required FAR and DFARS property clauses in the Agency's contract receipt and review process (to the extent those contracts are administered by DCMA), and DCMA will issue Contract Deficiency Reports when the clauses are not included.

Questions regarding this memorandum should be directed to Ms. Carol Vigna, at carol.a.vigna.civ@mail.mil or 703-697-4373.

Richard Ginman
Director, Defense Procurement
and Acquisition Policy

Attachments:
As stated

cc:
Under Secretary of Defense for Acquisition,
Technology and Logistics
Principal Deputy Under Secretary of Defense for Acquisition,
Technology and Logistics

GFP Resources

www.dodprocurementtoolbox.com or www.dodprocurementtoolbox.org

(As of 16 September 2014)

Training

DPAP PDI is currently conducting "GFP Basics for Contracting Professionals" via webinar. To sign up for a training session, please contact Niki Sollinger (niki.sollinger@us.ibm.com). The 1.5-hour training sessions are limited to 50 people, include a question and answer session, and are provided through DCO Connect.

GFP training materials and videos are available at: http://dodprocurementtoolbox.org/page/gfp/training

Additional training will be added as it becomes available.

Help Desk/GFP POCs

DPAP GFP POC: Carol Vigna, carol.a.vigna.civ@mail.mil

Army GFP POC: Sarah Ball, sarah.b.ball.civ@mail.mil

Air Force GFP POC: Quitty Lawrence, colquitt.lawrence.civ@mail.mil

U.S. Marine Corps GFP POC: Major Alfred Hunter, alfred.e.hunter@usmc.mil

Additional POCs will be posted on the DoD Procurement Toolbox and updated regularly.

GFP Attachment

PGI 245.103-72 "Government-furnished property attachments to solicitations and awards" directs the use of fillable electronic formats when GFP is anticipated.

The Requisitioned Government Furnished Property format is used to list Government Property that will be authorized for contractor requisition from DoD supply sources in accordance with the clause at FAR 52.251-1.

The Scheduled Government Furnished Property format is used to list Government property to be provided, including when major end items are being provided under a modification or upgrade contract; or when reparables are being provided under a repair, modification, or overhaul contract.

Two versions of the formats, one in Excel and one in fillable PDF are available at: http://dodprocurementtoolbox.org/site/detail/id/26

Additional instructions are available at the above link regarding converting the Excel version into a "readable" PDF.

Top Level Scorecard

GFP FAR Clause when Cost Reimbursable

Component	2014-Q1	2014-Q2	2014-Q3
Air Force	88%	88%	80%
Army	83%	66%	79%
DLA	N/A*	50%	N/A*
Marine Corps	75%	100%	86%
Navy	83%	72%	76%
ODA	60%	89%	93%
Total	84%	75%	79%

*No cost-type contracts during the quarter.

GFP DFARS Required Clauses

Component	2014-Q1	2014-Q2	2014-3Q
Air Force	38%	45%	57%
Army	17%	16%	36%
DLA	66%	33%	0%
Marine Corps	7%	24%	30%
Navy	20%	20%	33%
ODA	19%	17%	48%
Total	24%	23%	39%

Scorecard Goal		
Status	Lower	Upper
Green	92	100
Yellow	85	< 92
Red	0	< 85