



ACQUISITION,
TECHNOLOGY
AND LOGISTICS

OFFICE OF THE UNDER SECRETARY OF DEFENSE

3000 DEFENSE PENTAGON
WASHINGTON, DC 20301-3000

MAY 24 2004

Mr. Gregory D. Kutz
Director
Financial Management and Assurance
United States General Accounting Office
Washington, DC 20548

Dear Mr. Kutz:

This is the Department of Defense (DoD) response to the GAO final report, "CONTRACT MANAGEMENT: Agencies Could Achieve Significant Savings on Purchase Card Buys," dated March 12, 2004. We have reviewed the final report that incorporates our March 1, 2004 comments to the draft report relative to the DoD. The report accurately reflects the Department's concurrence on the need to develop mechanisms to provide cardholders more favorable pricing. We have no additional comments.

My point of contact for this report is Mr. Dennis Hudner, 703-681-3315 or dennis.hudner@saalt.army.mil. We appreciate the opportunity to comment on the final report.

Sincerely,

A handwritten signature in cursive script, appearing to read "Deidre A. Lee".

Deidre A. Lee
Director, Defense Procurement
and Acquisition Policy





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MAY 24 2004

Mr. David Cooper
Director
Acquisition and Sourcing Management
United States General Accounting Office
Washington, DC 20548

Dear Mr. Cooper:

This is the Department of Defense (DoD) response to the GAO final report, "CONTRACT MANAGEMENT: Agencies Could Achieve Significant Savings on Purchase Card Buys," dated March 12, 2004. We have reviewed the final report that incorporates our March 1, 2004 comments to the draft report relative to the DoD. The report accurately reflects the Department's concurrence on the need to develop mechanisms that provide the cardholder more favorable prices however recognizing how these mechanisms might impede achievement of the Department's small business goals. We have no additional comments.

My point of contact for this report is Mr. Dennis Hudner, 703-681-3315 or dennis.hudner@saalt.army.mil. We appreciate the opportunity to comment on the final report.

Sincerely,

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Deidre A. Lee
Director, Defense Procurement
and Acquisition Policy

