



OFFICE OF THE UNDER SECRETARY OF DEFENSE

3000 DEFENSE PENTAGON  
WASHINGTON, DC 20301-3000

JUN 04 2007

ACQUISITION,  
TECHNOLOGY  
AND LOGISTICS

MEMORANDUM FOR SENIOR PROCUREMENT EXECUTIVES  
DIRECTORS OF DEFENSE AGENCIES

SUBJECT: Input on Potential Revisions to DoD Contract Finance Policies

DPAP is currently conducting a review of the Department's contract finance policies. The review includes soliciting views from the public and from DoD personnel regarding the effectiveness of DoD contract financing policies/regulations and any recommendations for improvement.

The attached Federal Register Notice was published on May 22, 2007. This notice requests public input regarding the effectiveness of the current DoD contract finance policies. In conjunction with this publication, I am seeking similar input from contracting personnel in the Military Departments and Other Defense Agencies. To this end, I ask that you query your contracting workforce for their input on any potential revisions to existing DoD contract finance policies and regulations. In particular, we are interested in comments on those policies that are working effectively and those that should be revised or eliminated, along with supporting rationale.

**Input should be submitted to Ms. Robin Schulze at [robin.schulze@osd.mil](mailto:robin.schulze@osd.mil) no later than July 23, 2007.** If you have any questions or require additional information, please contact Ms. Schulze by E-mail or phone at (703)602-0326.

Shay D. Assad  
Director, Defense Procurement  
and Acquisition Policy

Attachments:  
As stated



[Federal Register: May 22, 2007 (Volume 72, Number 98)]  
[Proposed Rules]  
[Page 28663-28664]  
From the Federal Register Online via GPO Access [wais.access.gpo.gov]  
[DOCID:fr22my07-34]

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## DEPARTMENT OF DEFENSE

Defense Acquisition Regulations System

48 CFR Part 232

Contract Financing

AGENCY: Defense Acquisition Regulations System, Department of Defense (DoD).

ACTION: Request for public input.

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SUMMARY: DoD is conducting a review of the Department's contract financing policies. As part of this review, DoD would like to hear the views of interested parties regarding the effectiveness of the financing policies presently used for DoD contracts.

DATES: Submit written comments to the address shown below on or before July 23, 2007.

ADDRESSES: Submit comments to: Office of the Director, Defense Procurement and Acquisition Policy, ATTN: OUSD

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(AT&L) DPAP (CPF), IMD 3C132, 3062 Defense Pentagon, Washington, DC 20301-3062. Comments also may be submitted by facsimile at (703) 602-7887, or by e-mail at [John.McPherson@osd.mil](mailto:John.McPherson@osd.mil).

FOR FURTHER INFORMATION CONTACT: Mr. John McPherson, by telephone at (703) 602-0296, or by e-mail at [John.McPherson@osd.mil](mailto:John.McPherson@osd.mil).

SUPPLEMENTARY INFORMATION: DoD policies on contract financing are described in Part 32 of the Federal Acquisition Regulation (FAR) and Part 232 of the Defense FAR Supplement. These policies cover a variety of contract finance issues, including non-commercial item purchase financing; commercial item purchase financing; loan guarantees for defense production; advance payments for noncommercial items; progress payments based on costs; contract debts; contract funding; assignment of claims; prompt payment; performance-based payments; electronic funds transfer; electronic submission and processing of payment requests; and levies on contract payments.

DoD is interested in receiving public input on these contract financing policies, particularly with regard to those that are considered to be especially effective or ineffective, along with supporting rationale.

Michele P. Peterson,

Editor, Defense Acquisition Regulations System.  
[FR Doc. E7-9751 Filed 5-21-07; 8:45 am]

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