



BENEFITS OF APPLYING IUID TO PIPC

IUID Introduction

Item Unique Identification (IUID) is a requirement for Government Property in the Possession of Contractors, or PIPC. IUID will enable the DoD to identify and account for the items it owns, including those items in contractors' possession. The overall benefits of IUID - enhanced **total asset visibility**, **improved item acquisition** and **business intelligence**, and increased system/equipment **operational availability** - cannot be fully achieved without accessible, item-level data for Government assets, including those in the possession of contractors.

Benefits to Contractors

Historically contractors have annually reported Government Furnished Property (GFP) and Contractor Acquired Property (CAP) to the Government using the DD Form 1662 reporting process. This process required summary amounts of data from different accounting and financial categories (special tooling, test equipment, material, etc.) in addition to real property information, on a contract-by-contract basis. Industry feedback was that this was a time-consuming process. The DoD working with Industry has replaced the DD Form 1662 reporting process with an electronic reporting capability, leveraging the IUID Registry. This enables the contractors to :

- ◇ Eliminate the DD Form 1662 after reconciliation.
- ◇ Eliminate the requirement to report CAP, which represents the majority of items in contractors' possession.
- ◇ Improved data sharing capability with the government.
- ◇ Avoid multiple reporting processes (DD Form 1662 and IUID) that will occur.
- ◇ Based on the DFAR Clause 252.111-7007 electronically receive, update, and send data related to GFP items.

Contractors with a small number of items can enter the data directly into the IUID Registry. For a larger number of items, multiple electronic submission methods are available.

Benefits to Government

IUID is a critical component to improving asset visibility and accounting for the DoD's personal property. A major limitation of the DD Form 1662 reporting process is the lack of item-level asset visibility. **Transitioning to the IUID Registry as the reporting mechanism for PIPC provides real-time visibility of Government assets.** This electronic record of item-level information, including acquisition value, will also support the military equipment valuation initiative and the efforts to attain clean financial audit opinions.

The IUID Registry has existing reporting capabilities that generate reports based on contract number and contractor identifier. This will assist Defense Contract Management Agency, DCMA in **providing validation and oversight of Government PIPC.**



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The PIPC Process

New Contracts: DFARS clause 252.211-7007 has been updated to **replace the DD Form 1662 reporting requirement** with the IUID electronic submission method. This revised clause, published September 2007, is required to be **inserted into all new contracts with Government PIPC.**

Existing Contracts: Current contracts that have the DD Form 1662 reporting requirement included will have to go through a transition process in order to begin reporting through the IUID Registry. Detailed instructions are available on the IUID website at http://www.acq.osd.mil/dpap/pdi/uid/dd1662_transition_instructions.html.

The basic steps include:

- ◇ Complete a final DD Form 1662 for the reporting year in which the transition will take place.
- ◇ Assign and submit the Unique Item Identifiers (UIIs) and associated data to the IUID Registry.
- ◇ Complete the reconciliation report and submit to DCMA, and once transitioned, to the IUID policy office.
- ◇ Complete the administrative change to the contract, in conjunction with the contracting officer, to use the alternate submission method in lieu of the DD Form 1662.
- ◇ Mark the item once a trigger event occurs (e.g., delivery to the government, ship to another contractor, etc.).

Property Transfers: Wide Area Workflow (WAWF) has been updated to include IUID data in property transfer transactions, which enables automatic updates of custody in the IUID Registry. Current capabilities include the following transfer transactions: **Contractor-to-Government, Government-to-Contractor, Contractor-to-Contractor, Government-to-Government, and change in contract number.**

Resources

A number of resources are available to provide further policy, guidance and instruction for transitioning to the electronic reporting capability. Specific information including supporting materials for transitioning to the PIPC reporting process, IUID Registry access forms, flat file specification for submitting data, and AIA/NDIA industry implementation guidance are posted on the **main DoD IUID website:**

<http://www.acq.osd.mil/dpap/pdi/uid/index.html>.

Guidance for data submission is available at the following link:

http://www.acq.osd.mil/dpap/pdi/uid/data_submission_information.html. This webpage describes the different methods and provides additional links to resources to establish submission capability.