DEPARTMENT OF THE NAVY
OFFICE OF THE ASSISTANT SECRETARY
RESEARCH, DEVELOPMENT AND ACQUISITION
1000 NAVY PENTAGON
WASHINGTON DC 20350-1000

MAY 1 2013

MEMORANDUM FOR DISTRIBUTION

SUBJECT: Class Deviation—Notification of Payment in Local Currency (Afghanistan)

The attached Director, Defense Procurement and Acquisition Policy memorandum of April 24, 2013 is forwarded for your information and action, as appropriate. It informs the Department of Defense contracting community that effective immediately, Provision 252-232-7999 Notification of Payment in Local Currency (Deviation 2013-O0011) shall be inserted in all solicitations for performance in Afghanistan. The class deviation remains in effect until it is incorporated in the DFARS or is otherwise rescinded. Further details are provided in the memorandum.

My point of contact is CAPT S. E. Armstrong at 703-614-9598 or stephen.e.armstrong3@navy.mil.

Althea H. Coetzee
RDML, SC, USN
Executive Director
DASN (AP)

Attachment:
As stated

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See next page

SUBJECT: Class Deviation—Notification of Payment in Local Currency (Afghanistan)

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ACQUISITION,
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APR 24 2013

In reply refer to
DARS Tracking Number: 2013-O0011

MEMORANDUM FOR COMMANDER, UNITED STATES CENTRAL COMMAND (ATTN: JOINT THEATER SUPPORT CONTRACTING COMMAND)
COMMANDER, UNITED STATES SPECIAL OPERATIONS COMMAND (ATTN: ACQUISITION EXECUTIVE)
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DIRECTORS OF THE DEFENSE AGENCIES
DIRECTORS OF THE DOD FIELD ACTIVITIES

SUBJECT: Class Deviation–Notification of Payment in Local Currency (Afghanistan)

Effective immediately, contracting officers shall use the attached provision in all solicitations for performance in Afghanistan.

This class deviation remains in effect until it is incorporated in the DFARS or is otherwise rescinded. My point of contact is Timothy Inman, who may be reached at timothy.r.inman2@afghan.swa.army.mil.

Richard Ginman
Director, Defense Procurement
and Acquisition Policy

Attachment:
As stated

252-232-7999 Notification of Payment in Local Currency. (DEVIATION 2013-O0011) Insert the following provision in all solicitations for performance in Afghanistan.

NOTIFICATION OF PAYMENT IN LOCAL CURRENCY (AFGHANISTAN)
(APR 2013)(DEVIATION 2013-O0011)

(a) Pursuant to the authority of USCENTCOM FRAGO's 09-1567 and 10-143, this contract will be awarded in Afghani (local currency) if awarded to a host nation vendor. The Contractor will receive payment in local currency via Electronic Funds Transfer (EFT) to a local (Afghan) banking institution. Contracts/purchase orders shall not be awarded to host nation vendors (Afghans) who do not bank locally. If awarded to other than a host nation vendor, the contract will be awarded in U.S. dollars.

(b) The Contractor shall submit their offer/proposal in U.S. dollars. If the contract/purchase order is awarded to an Afghan vendor, the offer/proposal will be converted to Afghani using a Government budget rate of [*Insert current budget rate here*] Afghani per U.S. dollar.

(c) By exception, the following forms of payment are acceptable when EFT using ITS.gov is determined not available by the local finance office, in order of priority:

(1) EFT using Limited Depository Account (LDA).

(2) Check from the local finance office LDA.

(3) Local currency cash payments in Afghani (must be approved in writing by the local finance office and contracting office prior to contract/purchase order award). Payments in cash are restricted to contracts/purchase orders when—

(i) The vendor provides proof via a letter from the host nation banking institution that it is not EFT capable; and

(ii) The local office validates that the vendor's banking institution is not EFT capable. Cash payments will be made in Afghani.

(End of provision)

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