



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

12 JUN 2013

MEMORANDUM FOR DISTRIBUTION

SUBJECT: Change in Audit Cognizance of U.S. DoD Direct Contracts and Subcontracts with Canadian Companies

In accordance with the attached Director of Defense Procurement and Acquisition Policy (DPAP) memorandum (same subject, dated June 5, 2013), effective July 1, 2013, Canada will resume performing no-cost audits on U.S. DoD contracts that are awarded directly to a Canadian company or assisting with audits on Canadian contractors in support of subcontract work under U.S. prime DoD contracts. Contracts awarded via the Canadian Commercial Corporation will still be audited by Public Works and Government Services Canada (PWGSC) as required by international agreement.

Consequently, effective July 1, 2013, the DPAP memorandum of November 20, 2012 and the DASN(AP) memorandum of December 12, 2012 are rescinded.

My point of contact for this is Denise Randolph. She can be reached on (703) 614-9767 or via Denise.Randolph@navy.mil.


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

Attachment: As stated

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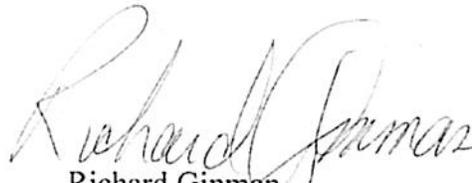
MEMORANDUM FOR COMMANDER, UNITED STATES SPECIAL OPERATIONS
COMMAND (ATTN: ACQUISITION EXECUTIVE)
COMMANDER, UNITED STATES TRANSPORTATION
COMMAND (ATTN: ACQUISITION EXECUTIVE)
DEPUTY ASSISTANT SECRETARY OF THE ARMY
(PROCUREMENT)
DEPUTY ASSISTANT SECRETARY OF THE NAVY
(ACQUISITION AND PROCUREMENT)
DEPUTY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

SUBJECT: Change in Audit Cognizance of U.S. DoD Direct Contracts and Subcontracts with
Canadian Companies

Public Works and Government Services Canada (PWGSC) has made arrangements to resume no cost assist audits of the U.S. DoD Direct contracts and subcontracts with Canadian companies. In addition, the Government of Canada has agreed in principle to negotiate a current Reciprocal Defense Procurement Memorandum of Understanding (RDP MOU) to include an annex on audit services that requires parity in priority, timeliness, and information. The DoD has agreed to this good faith effort and initiated technical discussions to that end.

Effective July 1, 2013, Canada will resume assist audits on Canadian contractors in support of subcontract work under U.S. prime DoD contracts, as well as those audits on U.S. DoD contracts that are awarded directly to a Canadian company. PWGSC also will continue to perform audits of U.S. DoD contracts awarded to Canadian companies via the Canadian Commercial Corporation as required by international agreement. Consequently, effective July 1, 2013, my memorandum dated November 20, 2012, is rescinded.

The DCMA and DCAA points of contact will be responsible for ensuring a smooth transfer of pending audit requests to PWGSC. The DCAA point of contact is Mr. Eric Hilerio, who may be reached at DCAA-FLA-NoNDoD@dcaa.mil. The DCMA point of contact is Ms. Mary Sheridan, who may be reached at Mary.Sheridan@dcma.mil. The DPAP point of contact is Ms. Patricia Foley, who may be reached at Patricia.Foley@osd.mil or at 703-693-1145.


Richard Ginman
Director, Defense Procurement
and Acquisition Policy