MEMORANDUM FOR DISTRIBUTION

Subj: IUID DFARS Rule Compliance Reporting

Encl: (1) D, DPAP memorandum of Dec 4, 2007

For the past two years, the Department of Defense (DoD) Enterprise Transition Plan has required reporting of progress on implementation of Item Unique Identification (IUID). This has been done through statistical sampling by Defense Procurement and Acquisition Policy (DPAP). DPAP also mandated training of procurement professionals by completion of Defense Acquisition University, Continuous Learning Course 033, “Contract Format and Structure for the DoD e-Business Environment”. DASN ACQ memorandum of Jan 12, 2007 promulgated this requirement and established a completion date of May 15, 2007 for the training of all contracting personnel – civilian and military equivalent.

As provided by enclosure (1), DPAP has directed the Defense Agencies to take over the responsibility of reviewing their contracts and reporting on compliance with Defense Federal Acquisition Regulation Supplement (DFARS) 211.274 and 252.211-7003. Accordingly, on June 1, 2008 provide the data that is identified in this memorandum for the period of January through March; and on December 1, 2008 provide data for the period of July through September. This reporting cycle will continue each June 1 and December 1. This reporting requirement replaces the quarterly reporting that was established by this office.

The point of contact for this requirement is Sue LeValley, Suzanne.LeValley@navy.mil, (703) 614-9610.

BRUCE A. SHARP
Director, Program Analysis and Business Transformation
Deputy Assistant Secretary of the Navy
(Acquisition & Logistics Management)

Encl

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1. Provide data in the following format.

<table>
<thead>
<tr>
<th>Contract Number</th>
<th>Contract in EDA (Y/N)</th>
<th>Supply contract (Y/N)</th>
<th>DFARS 252.211-7003 in contract (Y/N)</th>
<th>Clause version (e.g. Jun 2005)</th>
<th>Alt I required/ is it in the contract? (Y/N:Y/N)</th>
<th>Items with unit price &gt;$5,000, or serialization, identified in the clause (Y/N)</th>
<th>Para (c) (1) (ii) filled in (Y/N)</th>
<th>Para (c) (1) (iii) filled in (Y/N)</th>
<th>Describe any line item structure issues (e.g. lot line items)</th>
</tr>
</thead>
</table>

2. Use the Federal Procurement Data System (FPDS) to identify the supply contracts awarded in the quarter. Randomly select fifteen contracts and using EDA provide the data noted for each contract.

3. Identify contractors that have not responded to solicitations because of the inclusion of the IUID requirement, and/or contractors that have stated that they would not respond if the IUID requirement is in a solicitation.

4. For the Jun 1, 2008 submission, report on the fulfillment of CLC 033 in accordance with DASN ACQ memo of Jan 12, 2007.
MEMORANDUM FOR DIRECTORS OF DEFENSE AGENCIES
DEPUTY ASSISTANT SECRETARY OF THE ARMY
(POLICY AND PROCUREMENT)
DEPUTY ASSISTANT SECRETARY OF THE NAVY
(ACQUISITION AND LOGISTICS MANAGEMENT)
DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE
(CONTRACTING)
DIRECTORS OF THE DOD FIELD ACTIVITIES

SUBJECT: IUID DFARS Rule Compliance Reporting

For the past two years, the Department of Defense (DoD) Enterprise Transition Plan has required reporting of progress on implementation of Item Unique Identification (IUID). This has been done through statistical sampling by Defense Procurement and Acquisition Policy (DPAP).

More than 24,000 procurement professionals have successfully completed the mandatory Defense Acquisition University, Continuous Learning Course 033 – Contract format/structure for DoD e-business, including IUID policy. While improvement has been noted, compliance with this mandatory policy continues to lag.

I need your leadership to ensure policy compliance with these mandatory contract provisions. I also ask that you adopt service level scorecards, similar to that developed by DPAP, to lead this policy compliance. I ask that you regularly survey and report to DPAP/PDI on compliance with the policy on a semi-annual basis commencing December 2007 for the contracts awarded in the previous quarter. Guidance on performing the surveys is attached.

My POC for this requirement is Robert Leibrandt, (703) 602-8019 or Robert.leibrandt@osd.mil.

Shay D. Assad
Director, Defense Procurement & Acquisition Policy

Attachments:
As stated
Attachment

Report Preparation Instructions

The report shall be prepared as follows:

- Obtain a list of newly awarded supply contracts from the most recently available three month period from the Federal Procurement Data System (FPDS).
- Determine the sample size needed to ensure a 10% confidence interval at a 95% confidence limit (allowing for the need to sample additional contracts, if compliance with the requirement to post awards to the Electronic Document Access (EDA) system, has been incomplete).
- Randomly select that many contracts from the list of awards in FPDS.
- Using EDA, review each selected contract and record the following data:
  
  1. Whether the contract was posted to EDA
  2. Whether the contract is for supplies as listed in FPDS
  3. Whether there are items with unit prices of $5,000 or more or with serialization requirements specified
  4. Whether the DFARS 252.211-7003 clause is present
  5. If the clause is present, the version (e.g. JUN 2005)
  6. Whether Alt 1 of the clause was used
  7. Whether paragraphs (c) (1) (ii) or (c) (1) (iii) are filled in
  8. Whether the line item structure is in compliance with DFARS 204.71

The report shall consist of an Excel table listing the contracts sampled and the results in each category. A standard format will be provided within two weeks of this memo.