Overview of new DFARS Clause 252.245-7005 "Management and Reporting of Government Property"

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Defense Pricing and Contracting

Who
We work with...

- **Military Departments / Defense Agencies / Combatant Commands**
- **Congress & Interagency**
- **International Partners**
- **Industry**
- **Educational Institutions & Think Tanks**

Defense Pricing and Contracting

- Contract Policy
- Contracting eBusiness
- Defense Acquisition Regulations System
- Pricing and Contracting Initiatives

2020 Focus

- Innovate and improve acquisition policies
- Enhance currency and efficiency of contracting regulations
- Improve eBusiness systems
- Analyze the effectiveness of current financial methods through Contract Financing Study
- Workforce outreach

How
by innovating...

- Policy
- Regulation
  - FAR, DFARS, PGI
- Processes
- eBusiness Standards, Capabilities, and Data

Why
We do this...

- Meet National Defense Strategy (NDS) objectives
- Support & provide guidance to DoD's 30,000 contracting professionals who obligate over $300 billion annually to bring world-class capability to the warfighter

OUSD (A&S) Priority #1.

Enable innovative acquisition approaches that deliver warfighting capability *at the speed of relevance*:

- Translate statute into streamlined acquisition policy and business processes that keep pace with technology
  - Access emerging technology through Other Transactions

- Enable contracting at the *speed of relevance*
  - Efficient contracting for all contracting lanes and major programs

https://www.acq.osd.mil/dpap/

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DFARS Case 2020-D029 resulting in DFARS 252.245-7005

See: clause at https://www.acquisition.gov/dfars/252.245-7005-management-and-reporting-government-property.

Consolidates 4 DFARS Clauses into a single clause

Replaces legacy systems and paper processes for reporting property with a single standard system

Establishes time frames for reporting where they did not already exist in policy

Supplements and clarifies data elements required in Contractor Property Management Systems to support property reporting

Clarifies GFP Marking Requirement

Clause Consolidation

Four DFARS clauses were consolidated into a single clause

- **252.211-7007, Reporting of Government-Furnished Property;**

- **252.245-7001, Tagging, Labeling, and Marking of Government-Furnished Property;**

- **252.245-7002, Reporting Loss of Government Property, and**

- **252.245-7004, Reporting, Reutilization and Disposal.**

Are replaced with

- **252.245-7005 Management and Reporting of Government Property**

Replacement of Legacy Systems

The rule replaces references to legacy software applications used for reporting Government property within the DoD enterprise wide eBusiness platform and converts existing form-based processes into electronic processes within that application.

The Procurement Integrated Enterprise Environment (PIEE) GFP Module becomes the single platform for contractors reporting on Government Property:

- Creating efficiencies through electronic processing

- Allowing for the sharing of data across the GP Lifecycle

- Creating the ability to share property data with financial systems

- Supports standardized reports in PIEE EDA

GFP Module Reporting

All Property (GFP and CAP)
- Report Property Loss
- Submit Plant Clearance Schedules

All GFP
- Report Receipt
- Report Shipment*
- Report Transfer

Serially-Managed GFP
- Report incorporation into a higher-level component, assembly, or end item

CAP
- Request Conversion to GFP
- Request Authorization to Buy Back

*Delivery and Acceptance of repairs are reported through PIEE WAWF Reparable Receiving Report per DFARS Appendix F, which integrates with the GFP Module

Roles and Capability Areas for Contractor Reporting in accordance with DFARS 252.245-7005

Required Reporting	GFP Module Capability Area	Contractor Role
Receipt	Property Transfer	Contractor Property Receiver
Transfer to another contract	Property Transfer	Contractor Property Shipper
Shipment to DoD or another contractor	Property Transfer	Contractor Property Shipper
Incorporation of Serially Managed items into higher assembly	Item Management	Contractor Item Manager
Property Loss	Property Loss	Contractor Property Manager
Plant Clearance	Plant Clearance	Contractor Property Manager
Request to buy back or convert CAP to GFP	CAP Pre-screening	Contractor Property Manager

Reporting Time Frames

- **Loss – per FAR 52.245-1**

- **Plant Clearance – Per FAR 52.245-1**

- **Receipt, Transfer, Shipment - 7 business days of the date the change in status occurs, unless otherwise specified in the contract**

(c) *Records of Government property*. To facilitate reporting of Government property to the GFP module, the Contractor's property records, in addition to the requirements of paragraph (f)(1)(iii) of the FAR 52.245-1 clause of this contract, shall enable recording of the following data elements:

(1) National stock number (NSN). If an NSN is not available, use either the combination of the manufacturer's CAGE code and part number, or model number.

(2) CAGE code on the accountable Government contract.

(3) Received/sent (shipped) date.

(4) Accountable Government contract number.

(5) Serial number (for serially-managed items that do not have a UII); and

(6) Supply condition code (only required for reporting of reparable items). For information on Federal supply condition codes, see DLM 4000.25, Defense Logistics Management Standards (DLMS), Volume 2, Supply Standards and Procedures, Appendix 2.5 at https://www.dla.mil/HQ/InformationOperations/DLMS/elibrary/manuals/v2/.

Marking Requirement

(d) *Marking, reporting, and UII registration of GFP requirements*. The Contractor—

(1) Shall assign the UII and mark the **reparable items** identified as **serially managed** in the GFP attachment to this contract with an item unique identification (IUID) data matrix, **when the technical drawing for the item is accessible to the Contractor** and **includes IUID data matrix location and marking method**

Questions?

Additional Information

www.dodprocurementtoolbox.com

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