



DEFENSE LOGISTICS AGENCY
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JUL 12 2004

IN REPLY J-33
REFER TO FARS DEV 04-03

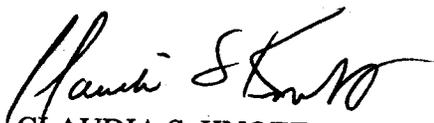
MEMORANDUM FOR PROCLTR DISTRIBUTION LIST

SUBJECT: Class Deviation from Federal Acquisition Regulation (FAR) 13.402(a) Granting 2-Year Authority to Use Fast Payment Procedures for OCONUS Subsistence Awards in Support of Contingency Operations Not Exceeding \$500,000

This is a class deviation from FAR 13.402(a). This deviation is intended to facilitate payments to vendors supplying subsistence in support of OCONUS contingency operations. Due to the nature of the operations, it is difficult to obtain timely receipts from the customer which makes it impracticable to make timely payment based on evidence of Government acceptance. FAR 13.402 identifies conditions that must be present to use fast payment procedures. Subparagraph 13.402(a) states individual purchasing instruments may not exceed \$25,000. This class deviation authorizes use of fast payment procedures for OCONUS subsistence orders in support of a contingency operation not exceeding \$500,000 in value when the conditions at FAR 13.402(b)-(f) apply. This deviation is granted for a 2-year period.

This authority is granted with the understanding that in conjunction with already established internal controls associated with the use of fast payment procedures, a semi-annual verification of customer receipts for which payment has been made will be performed by DSCP. In addition, the appropriate use of fast payment procedures will continue to be a special interest item on all Procurement Management Reviews.

This deviation is issued pursuant to the authority delegated to me by the Director of Defense Procurement, September 30, 1999, (see also Defense Federal Acquisition Regulation Supplement 201.404(b)(ii)). FARS DEV 04-03 applies. This class deviation expires 2 years from the date of this memorandum. Our point of contact is Mr. Kevin Conneen, J-3311, at (703) 767-1472, DSN 427-1472, e-mail kevin.conneen@dla.mil.


CLAUDIA S. KNOTT
Senior Procurement Executive

