



DEFENSE LOGISTICS AGENCY
DEFENSE LOGISTICS SUPPORT COMMAND
8725 JOHN J. KINGMAN ROAD, SUITE 2533
FORT BELVOIR, VIRGINIA 22060-6221

MAR 1 1999

IN REPLY
REFER TO

DLSC-P
PROCLTR 99-03

MEMORANDUM FOR PROCLTR DISTRIBUTION LIST

SUBJECT: Indefinite Delivery Purchase Orders (IDPOs) (DLAD Subpart 13.90) Conducted Under FAR Subpart 13.5, Test Program for Certain Commercial Items

The purpose of this PROCLTR is to revise DLAD 13.9002, Application, to reflect that for acquisitions conducted under FAR Subpart 13.5, Test Program for Certain Commercial Items, the aggregate total dollar value of orders issued against an IDPO during the ordering period shall not exceed \$5,000,000. For all other acquisitions, the maximum dollar value remains the same, except that the reference to "\$100,000" is replaced by a reference to "the simplified acquisition threshold," consistent with FAR practice and the original intent of the guidance. The increase to \$5,000,000 for acquisitions conducted under FAR Subpart 13.5 is consistent with the intent of the IDPO procedures, which is to apply indefinite delivery contract concepts to simplified acquisitions, when appropriate.

This PROCLTR is effective immediately and expires upon incorporation in DLAD 4105.1 or 1 year from the date of this PROCLTR, whichever is first. If additional information is required, please contact Anne Burleigh at DSN 427-1358 or (703) 767-1358, or via E-mail at anne_burleigh@hq.dla.mil.

Attachment

WILLIAM J. KENNY
Executive Director for
Procurement Management



PART 13

SIMPLIFIED ACQUISITION PROCEDURES

* * * * *

SUBPART 13.90 – INDEFINITE DELIVERY PURCHASE ORDERS (IDPOs)

* * * * *

13.9002 Application.

Use of an IDPO is appropriate where repetitive low dollar value purchases are made for the same item, the price of the item is expected to be stable, and expected yearly or other long-term demands are not sufficient to establish an indefinite delivery contract. The aggregate total dollar value of orders issued against an IDPO during the ordering period shall not exceed *the simplified acquisition threshold (or \$5,000,000 for acquisitions conducted under FAR Subpart 13.5)*. To establish an IDPO above \$25,000, the contracting officer must satisfy the publishing requirements at FAR 5.101. Requirements shall not be split to qualify for use of an IDPO (see FAR 13.003(c)) Only one IDPO shall be established per item.

* * * * *