Restriction on Acquisition of Specialty Metals DFARS Case 2008-D003 Prescriptions and Clauses

225.7003-5 Solicitation provision and contract clauses.

* * * * *

- (b) Use the provision at 252.225-7010, Commercial Derivative Military Article—Specialty Metals Compliance Certificate, in solicitations—
 - (1) That contain the clause at 252.225-7009; and
- (2) For which the contracting officer anticipates that one or more offers of commercial derivative military articles may be received.
- (c) Use the clause at 252.225-7029, Reporting of Commercially Available Off-the-Shelf Items that Contain Specialty Metals and are Incorporated into Noncommercial End Items, in solicitations and contracts that—
 - (1) Contain the clause at 252.225-7009;
 - (2) Are for the acquisition of noncommercial end items; and
 - (3) Are awarded in fiscal year 2009.

* * * * *

252.225-7010 Commercial Derivative Military Article—Specialty Metals Compliance Certificate.

As prescribed in 225.7003-5(b), use the following provision:

COMMERCIAL DERIVATIVE MILITARY ARTICLE—SPECIALTY METALS COMPLIANCE CERTIFICATE (XXX 2009)

(a) Definitions. "Commercial derivative military article," "commercially available off-the-shelf item," "produce," "required form," and "specialty metal," as used in this provision, have the meanings given in the clause of this solicitation entitled "Restriction on Acquisition of Certain Articles Containing Specialty Metals" (DFARS 252.225-7009).

1

(b) The offeror shall list in this paragraph any commercial
derivative military articles it intends to deliver under any
contract resulting from this solicitation using the alternative
compliance for commercial derivative military articles, as
specified in paragraph (d) of the clause of this solicitation
entitled "Restriction on Acquisition of Certain Articles Containing
Specialty Metals" (DFARS 252.225-7009). The offeror's designation
of an item as a "commercial derivative military article" will be
subject to Government review and approval.

- (c) If the offeror has listed any commercial derivative military articles in paragraph (b) of this provision, the offeror certifies that, if awarded a contract as a result of this solicitation, and if the Government approves the designation of the listed item(s) as commercial derivative military articles, the offeror and its subcontractor(s) will demonstrate that individually or collectively they have entered into a contractual agreement or agreements to purchase an amount of domestically melted or produced specialty metal in the required form, for use during the period of contract performance in the production of each commercial derivative military article and the related commercial article, that is not less than the Contractor's good faith estimate of the greater of—
- (1) An amount equivalent to 120 percent of the amount of specialty metal that is required to carry out the production of the commercial derivative military article (including the work performed under each subcontract); or
- (2) An amount equivalent to 50 percent of the amount of specialty metal that will be purchased by the Contractor and its subcontractors for use during such period in the production of the commercial derivative military article and the related commercial article.
- (d) For the purposes of this provision, the amount of specialty metal that is required to carry out the production of the commercial derivative military article includes specialty metal contained in any item, including commercially available off-the-shelf items, incorporated into such commercial derivative military articles.

2

(End of provision)

* * * * *

252.225-7029 Reporting of Commercially Available Off-the-Shelf Items that Contain Specialty Metals and are Incorporated into Noncommercial End Items.

As prescribed in 225.7003-5(c), use the following clause:

REPORTING OF COMMERCIALLY AVAILABLE OFF-THE-SHELF ITEMS THAT CONTAIN SPECIALTY METALS AND ARE INCORPORATED INTO NONCOMMERCIAL END ITEMS (XXX 2009)

- (a) Definitions. "Commercially available off-the-shelf item," and "specialty metal," as used in this clause, have the meanings given in the clause of this solicitation entitled "Restriction on Acquisition of Certain Articles Containing Specialty Metals" (DFARS 252.225-7009).
- (b) If the exception in paragraph (c)(2) of the clause at DFARS 252.225-7009, Restriction on Acquisition of Certain Articles Containing Specialty Metals, is used for a commercially available off-the-shelf (COTS) item, valued at more than \$100 per item, to be incorporated into a noncommercial end item to be delivered under this contract, the Contractor shall—
- (1) Follow the instructions on the Defense Procurement and Acquisition Policy website at http://www.acq.osd.mil/dpap/cpic/ic/restrictions_on_specialty_metals_10_usc_2533b.html to report information by contract as follows:

Contract Awarded:	Report by:
Before June 30, 2009	Jul 31, 2009
July 1, 2009 - July 31, 2009	Aug 31, 2009
Aug 1, 2009 - Aug 31, 2009	Sep 30, 2009
Sep 1, 2009 - Sep 30, 2009	Oct 31, 2009

- (2) In accordance with the procedures specified at the website, provide the following information:
 - (i) Company Name.
- (ii) Product category of acquisition (i.e., Aircraft, Missiles and Space Systems, Ships, Tank-Automotive, Weapon Systems,

or Ammunition).

- (iii) The 6-digit North American Industry Classification System (NAICS) code of the COTS item, contained in the noncommercial deliverable item, to which the exception applies.
- (c) The Contractor shall not report COTS items that are incorporated into the end product under an exception other than paragraph (c)(2) of the clause at DFARS 252.225-7009, such as electronic components, commercial item fasteners, qualifying country, non-availability, or minimal amounts of specialty metal.

(End of clause)

4