

Subpart 207.4—Equipment Lease or Purchase

207.401 Acquisition considerations.

If the equipment will be leased for more than 60 days, the requiring activity must prepare and provide the contracting officer with the justification supporting the decision to lease or purchase.

207.470 Statutory requirements.

(a) *Limitation on contracts with terms of 18 months or more.* As required by 10 U.S.C. 2401a, the contracting officer shall not enter into any contract for any vessel, aircraft, or vehicle, through a lease, charter, or similar agreement with a term of 18 months or more, or extend or renew any such contract for a term of 18 months or more, unless the head of the contracting activity has—

(1) Considered all costs of such a contract (including estimated termination liability); and

(2) Determined in writing that the contract is in the best interest of the Government.

(b) *Leasing of commercial vehicles and associated equipment.* Except as provided in paragraph (a) of this section, the contracting officer may use leasing in the acquisition of commercial vehicles and associated equipment whenever the contracting officer determines that leasing of such vehicles is practicable and efficient (10 U.S.C. 2401a).

[61 FR 16879, Apr. 18, 1996, as amended at 61 FR 50451, Sept. 26, 1996]

207.471 Funding requirements.

(a) Fund leases in accordance with DoD Financial Management Regulation (FMR) 7000.14–R, Volume 2A, Chapter 1.

(b) DoD leases are either capital leases or operating leases. The difference between the two types of leases is described in FMR 7000.14–R, Volume 4, Chapter 7, Section 070207.

(c) Capital leases are essentially installment purchases of property. Use procurement funds for capital leases.

[64 FR 31732, June 14, 1999, as amended at 66 FR 55121, Nov. 1, 2001]

PART 208—REQUIRED SOURCES OF SUPPLIES AND SERVICES

Sec.

208.001 Priorities for use of Government supply sources.

208.002 Use of other Government supply sources.

Subpart 208.4—Ordering from Federal Supply Schedules

208.404 Using schedules.

208.404–1 Mandatory use.

208.404–2 Optional use.

208.405 Ordering office responsibilities.

208.405–2 Order placement.

Subpart 208.6—Acquisition from Federal Prison Industries, Inc.

208.602 Policy.

208.606 Exceptions.

Subpart 208.7—Acquisition from the Blind and Other Severely Handicapped

208.705 Procedures.

Subpart 208.70—Coordinated Acquisition

208.7000 Scope of subpart.

208.7001 Definitions.

208.7002 Assignment authority.

208.7002–1 Acquiring department responsibilities.

208.7002–2 Requiring department responsibilities.

208.7003 Applicability.

208.7003–1 Assignments under integrated materiel management (IMM).

208.7003–2 Assignments under coordinated acquisition.

208.7004 Procedures.

208.7004–1 Purchase authorization from requiring department.

208.7004–2 Acceptance by acquiring department.

208.7004–3 Use of advance MIPRs.

208.7004–4 Cutoff dates for submission of Category II MIPRs.

208.7004–5 Notification of inability to obligate on Category II MIPRs.

208.7004–6 Cancellation of requirements.

208.7004–7 Termination for default.

208.7004–8 Transportation funding.

208.7004–9 Status reporting.

208.7004–10 Administrative costs.

208.7005 MIPRs.

208.7006 Coordinated acquisition assignments.

Subpart 208.71—Acquisition for National Aeronautics and Space Administration (NASA)

208.7100 Authorization.