UNIQUE IDENTIFICATION (UID)

PROP. MGMT. OPPORTUNITIES AND GFP POLICY PLANNING

Attendees: LeAntha Sumpter (OSD), Tom Ruckdaschel (OSD), Ric Sylvester (OSD), Bruce Propert (OSD), Eric Saindon (DCMA), Sue Quinlan (OSD), Rich Culbertson (Lockheed Martin), Pat Jacklets (Northrop Grumman), Bill Heibel (Raytheon), Monika Neil (Aerospace Industries Association), Max Westmoreland (Northrop Grumman TASC), Pam Rooney (Northrop Grumman-IT), Jennifer Messina (Keane)

Goal for Feb 17 Meeting: Brainstorm ideas for how to maximize the value of UID for Property Management, especially Government Furnished Property (GFP). Organize further discussion and plan smaller, working group meetings to further define UID-GFP requirements and areas of opportunity.

Action Items from Feb 17 Meeting
- Establish first meeting for working group collaboration (Jennifer, LeAntha)
- Create prototype for property master plan (Rich, single program; Pat, multi-program)
- Reduce property definitions, get FAR to align with UID (Tom)
- Map complex GFP scenario (Ric, LeAntha)
- Fill in DFARS clause table (forward to Michael)
- Draft 10 scenarios for GFP read in by February 29 – send to Jennifer (Team)
- Send aviation pedigree items to group (Monika)

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Identify Goals, Objectives, and Barriers for using UID in Asset (Property) Management

Goal	Objectives/Opportunities	Barriers/Challenges
Reduce administrative costs	o Simplify number of steps in processes o Reduce manual and redundant processes o Minimize the number of systems involved in each process o Minimize or eliminate unique reporting by contractors for CFO accountability o Reduce property classifications o Discuss feasibility of long-term "funded" property management contracts (link to master plans) o Reduce contract closeouts and reporting requirements	o Meeting monthly asset accountability requirements o Misalignment of property categories

Implement UID rapidly	o Prioritize items to be marked and valued
	o Develop alternative strategies to existing UID policy (e.g., grandfather certain classes of items)
	o Establish baselines for justification in valuing items
	o Establish staggered implementation plans (industry)
	o Establish single process for UID corporate-wide (industry)
	o Develop strategic plans with industry for UID and valuation
	   ▪ By plant
	   ▪ By program
	   ▪ By supply chain
		o

Develop enterprise accountability	o Improve quality assurance process o Maintain adequate internal controls that are transparent where possible o Require contractor to have government approval to acquire GFP	o
Obtain a clean audit opinion – increase data quality, reliability, and integration	o Create data elements just once o Build business intelligence at front end o Leverage existing data capture capabilities o Identify minimum/common data set for UID, by functional area, by comparing existing industry data needs against DoD needs o Use UID to integrate with provisioning and maintenance o Ability to assess "full cost" (long-term) o Align what's in contract, 1662, and AIS (long-term)	o No records or poor records for valuation o Confusion over how to value items o Contracts are in text, not data form o Item parent-child relationship tracking o Lack of integrated data environment between government and industry o Security and authentication o Misalignment of property categories

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Goal	Objectives/Opportunities	Barriers/Challenges
Obtain better enterprise/supplier chain visibility	o Reduce the volume of "rogue" parts o Improve WIP visibility (long-term)	o

Develop Alternative Strategies for Dealing with GFP

Stationary Items (IPE/OPE/ST/STE) that will not leave the plant or supply chain and are unique to a program – Accounts for $15 Billion
Material Acquired by Prime – Accounts for $20 Billion

- *Strategy*
  - o Only mark when re-entering government inventory
  - o Create alias UIDs using construct 1
  - o Alias UID has same uniqueness requirements (review current UID business rules for ensuring uniqueness)
- *Issues to Resolve:*
  - o Define scope scenarios and trigger events
  - o Who is responsible for marking upon transfer?
  - o When to value?
  - o What data is currently kept?
  - o What data is required as a minimum common data set?
  - o How will data be used?
  - o What are GFP registry requirements?
  - o Can 1662 be leveraged or eliminated?
- *Opportunities*
  - o Encourage sale back to OEM
  - o Encourage disposal
  - o Encourage move to long term storage
  - o Increase exemptions for items that do not add value to UID goals to speed UID implementation
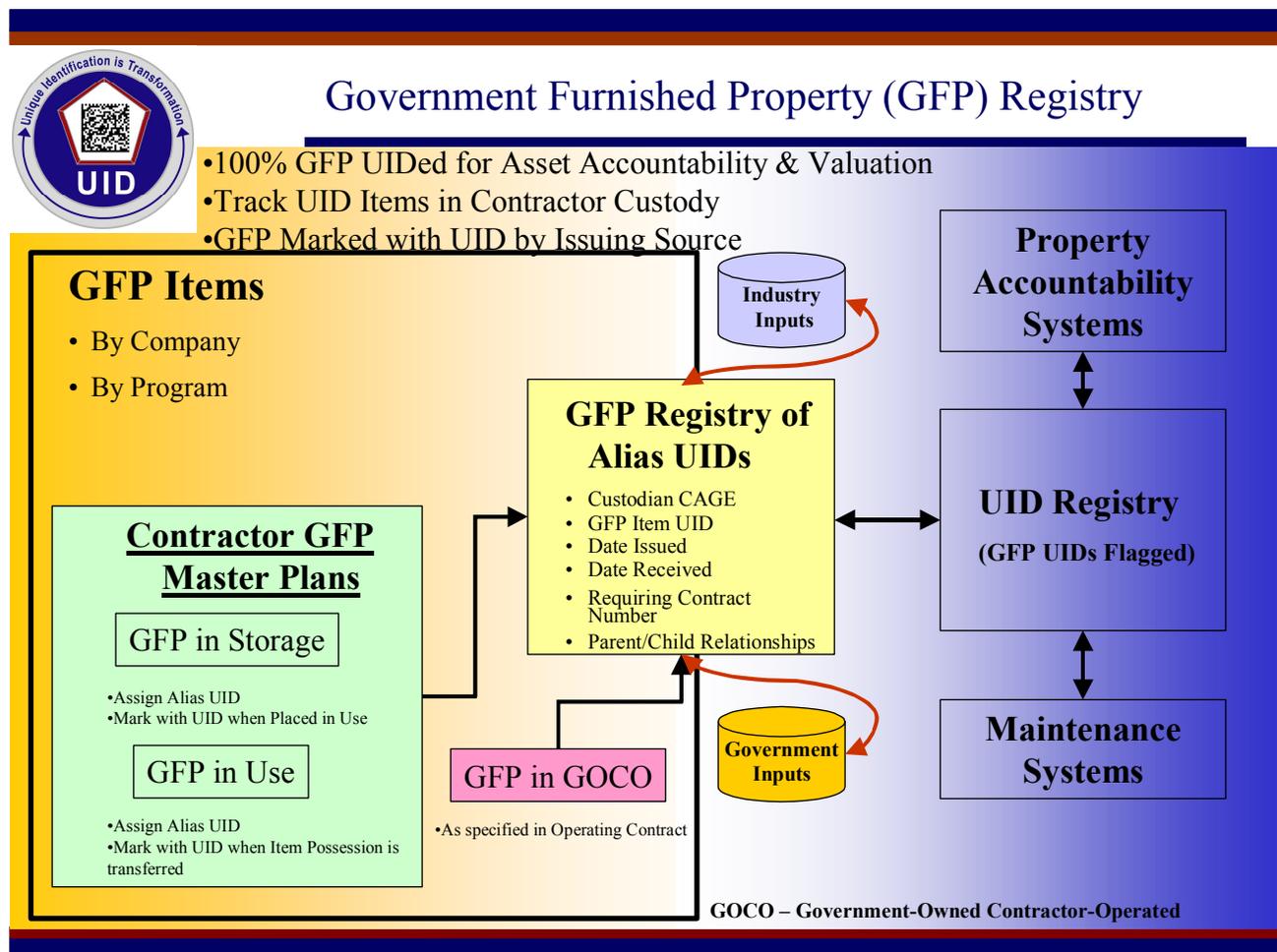
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Identify GFP Data Capture and Use Requirements (GFP Registry)
- Only 3% of all government property is GFP, but it causes the biggest headache for CFO accountability because it is always "in transit" where systems (including the UID registry) do not collect or track data (location is not currently a UID pedigree item)
- Need to know what it is and where it is at any given time
- Need to access data real time with minimal additional effort from contractors
- Eliminate the need for unique reporting for contractors to meet this need
- Needs to guarantee security and authentication

DRAFT GFP Registry Model

Government Furnished Property (GFP) Registry

- 100% GFP UIDed for Asset Accountability & Valuation
- Track UID Items in Contractor Custody
- GFP Marked with UID by Issuing Source

GFP Items
- By Company
- By Program

Contractor GFP Master Plans

GFP in Storage

- Assign Alias UID
- Mark with UID when Placed in Use

GFP in Use

- Assign Alias UID
- Mark with UID when Item Possession is transferred

GFP in GOCO

- As specified in Operating Contract

Industry Inputs

GFP Registry of Alias UIDs
- Custodian CAGE
- GFP Item UID
- Date Issued
- Date Received
- Requiring Contract Number
- Parent/Child Relationships

Government Inputs

Property Accountability Systems

UID Registry
(GFP UIDs Flagged)

Maintenance Systems

GOCO – Government-Owned Contractor-Operated

PROP. MGMT. OPPORTUNITIES AND GFP POLICY PLANNING

Establish Working Groups – Objectives
- Define GFP scenarios, trigger events, thresholds (lot v. item), GFP pedigree data
- Map one complex scenario to use as test case (e.g., outsourcing depots, BRAC) – Ric
- Enhance current business rules
- Identify logical, staged implementation approach for UID/GFP
- Bring existing FAR terms into alignment with UID and industry, reduce the classifications of property
- Identify policy modifications including data considerations (i.e., WAWF)

Working Groups	1. Define Scenarios	2. Identify Data Storage and Use Needs	3. Draft Policy Mods and Phased Approach
Chair	Saindon	Propert	Westmoreland, Sumpter
Pre-work for Participants	GFP read in	UID registry and GFP read in	
Dependencies	Property master plan for Lockheed program (Rich C.) and Northrop program (Pat J.)	Completion of 1	Completion of 1 and 2
Scope and Priority	o GFP (Materials) o GFP (Reparables) o GFP (Equipment)	o	o
Outcomes	o Scenarios defined o GFP data trigger events defined o Identify thresholds for data capture o Assess complexity of scenario on the UID implementation	o Review scenarios o Identify core data set o Compare core data sets and ID pedigree data o Where do property accountability systems begin?	o Review scenarios and data flow needs o Draft modifications to business rules o Draft modifications to policy o Draft phased implementation approach
Timeframe	o Mid-March 2004	o April 2004	o May 2004
Attendees	o Industry-specific program reps o Government - TBD	o	o