"ICE OF THE UNDER SECRETARY OF DEFENSE

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MEMORANDUM FOR ASSISTANT SECRETARY OF THE **ARMY** (RESEARCH, DEVELOPMENT AND ACQUISITION) ASSISTANT SECRETARY **OF THE NAVY**(RESEARCH, **DEVELOPMENT** AND ACQUISITION) ASSISTANT SECRETARY **OF** THE AIR FORCE (Acquisition) DIRECTORS OF THE DEFENSE AGENCIES

SUBJECT : Conflict of Interest Requirements

The Department of Defense Inspector General **recently** issued a draft report (Organizational and Consultant Conflicts of Interest, **3CH-5012**) which determined that DoD contracting officers are not fully complying with Federal Acquisition Regulation (FAR) organization and consultant **conflict** of interest policies and procedures as set forth in **FAR** Subpart **9.5**.

Of particular concern were findings that a high percentage of contracting officers were not including the appropriate conflict of interest clauses required by FAR 9.507 in solicitations and were not obtaining required certifications from contractors. I request that-you reemphasize the conditions for use of the FAR clauses relating to Organizational Conflicts of Interest - Marketing Consultants (FAR 52.209-7) and Organizational Conflicts of Interest - Advisory and Assistance Services (FAR 52.209-8) . In addition, contracting officers should be reminded of the requirement to obtain organizational conflict of interest certificates (FAR 52.209-7(b) and 52.209-8(b)) from the apparent successful offeror Prior to contract award.

I would like the requirements of FAR **9.5 to be made a** special interest item in future Procurement Management Reviews. My point of contact for this matter is **Mr. Steve Slavsky**, **703-697-8335**.

Spector Elan

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Eleanor R. Spector Director, Defense Procurement