

# KLCC

## KL CONTRACT CONSULTING LLP

### Property Management System Review

The existence of, and continuing adherence to, an adequate Government property management system is a condition precedent to being awarded most negotiated U.S. Government contracts, to receiving and using Government-owned property, and to indemnifying the Government against losses of or damage to Government property.

FAR clause 52.245-1, Government Property, sets forth ten outcomes expected from an "acceptable property management system." DFARS clause 252.245-7003, Contract Property Management System Administration, refers to the system criteria of the above FAR clause and outlines the process for withholding payments if a contractor's property management system is disapproved by a Contracting Officer

**Objective** Improve Government property management and avoid losses through identifying areas of potential non-compliance and assuring that use of such property is contractually authorized and properly controlled.

**Approach** Review existing policies and procedures for adequacy.

Analyze reports and corrective actions relative to customer reviews.

Interview cognizant personnel to ascertain whether current practices are in accordance with Government regulations and company procedures.

On-site sampling to confirm proper treatment and control of Government-owned and contractor acquired property.

**Output** A verbal and/or written report identifying areas of non-compliance and recommendations for corrective and/or enhancement actions.

**Benefits** A fully "acceptable" property management system that satisfies the expectations of FAR clause 52.245-1, Government Property, and DFARS 252.245-7003, Contractors Property Management System Administration.

A cost-effective property management system.

Avoidance of system disapproval by the customer that could result in monetary withhold and/or loss of contract award status.

Re-approval where system has been disapproved.

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