



DLA
DEFENSE LOGISTICS AGENCY
Established 1961



The Nation's Combat Logistics Support Agency

DLA Energy Support to Non-DoD Customers

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WARFIGHTER ALWAYS



The Basics

- Defense Logistics Agency (DLA) Energy is a Major Subordinate Command of DLA headquartered at Fort Belvoir, VA.
- Our Mission:
 - To enable mission readiness by providing globally resilient energy solutions to the Warfighter and Whole of Government
- Funding:
 - We are a Defense Working Capital Fund activity – no appropriations
 - We must recover our operating costs within the pricing for products and services we provide.
 - We are not permitted to make a profit or take a loss.



Who we are & who are our Customers

- **Non-DOD Customers include:**
 - US Government departments, agencies, bureaus, etc. including Legislative, Executive and Judicial branches
 - DOD Contractors
 - Federal Contractors
 - Commercial Space Launch
 - Foreign Governments
 - Others (limited authority for state and local governments, aircraft visiting military facilities, humanitarian needs and emergency conditions)
- Today's discussion is focused on FAR 51 support for DoD and Federal Contractors



Authorities for non-DoD Customers

- Federal Acquisition Regulation Section 51.101
 - FAR Section 51.101: gives US Government Contractors the use of Government Sources
- Others
 - 10 USC § 2922e: Acquisition of certain fuel sources; authority to waive contract procedures; acquisition by exchange; sales authority
 - **Case-by-case determination / Public Interest Determination**
 - State and local governments, foreign aircraft landing at military bases, other unique situations



Pricing for non-DoD Customers

- **DoD contractors:**
 - Sold at DOD standard price
 - Moving Average Price (MAP)
- **Federal contractors:**
 - Sold at MAP + Cost Plus Rate (CPR)
 - CPR for FY25 is \$.085/gallon
- **Other**
 - Fuel is sold at a variable cost depending on circumstances



FAR Part 51

- Authority: FAR Part 51
 - DLA Energy supports DOD and Federal contractors when a contracting officer “sponsors” the contractor
- Two petroleum method of support for DOD and Federal contractors
 - Fuel received at military bases by contractor aircraft, ships, vehicles
 - Fuel delivered by DLA Energy contractors to contractor owned or controlled tanks



FAR Part 51

- Authority: FAR Part 51
 - If in the Government's interest, and if supplies or services required in the performance of a Government contract are available from Government supply sources, contracting officers may authorize contractors to use these sources
 - Government cost-reimbursement contracts
 - Other types of negotiated contracts when the agency determines that a substantial dollar portion of the contractor's contracts are of a Government cost-reimbursement nature
 - A contract under 41 U.S.C. chapter 85, Committee for Purchase from People Who Are Blind or Severely Disabled*



FAR Part 51 Contractor Role

- **Before** an authorization is issued to a contractor to use Government supply sources:
 - Suitability of items available through Government supply sources
 - Delivery factors such as cost and time
 - Authorization to subcontractors shall be issued through the contractor
 - Contractor must sign the DLA Fuel Purchase Authorization (Sales Contract)
 - Understand, late payment(s) can result in cancellation or prohibit issuance of an authorization



FAR Part 51 Sponsoring Contract Office Role

- **Before** issuing an authorization to a contractor to use Government supply sources:
 - Contracting agency must sponsor the contractor
 - Request an Activity Address Code (2ABxxx) through DLA
 - Provide a copy of the Contracting officer's letter of authorization to the contractor
 - Copy of contract showing effective date and duration, to include appropriate clauses
 - Complete DLA Energy's Fuel Purchase Authorization package



FAR Part 51 Sponsoring Contract Office Role

- **After** DLA issues the authorization for a contractor to use Government supply sources:
 - Sponsoring agency shall ensure contractor(s) comply with the terms of the authorization and that supplies obtained from Government are properly used
 - **Sponsoring agency is responsible for any indebtedness** incurred for supplies and not satisfied by the contractor(s)
 - Sponsoring agency, in writing, submit address changes of the contractor and deletions when **contracts are completed or terminated**



FAR 51 Package Requirements

- FAR 51 template
 - Signed by both Contractor and Contracting Officer
- Copy of the authorization letter in accordance with FAR 51.102e (authorization for gov't supply source)
- Copy of the actual contract pages citing
 - FAR clause 52.251-1 and
 - DFAR clause 252-251-7000
- If required, request form for Aviation fuel cards
 - Identaplate (DD- Form 1896)



FAR 51

Payment Requirements

- Clean Finance / Credit report
 - No balance owed over 90 days
 - Will include other associated AACs assigned to the Contractor
- Payment Oversight
 - Sponsoring Agency should monitor and direct contractors to make payment promptly upon receipt of bill(s)
 - If there are disputes, report them promptly to open a case
 - bsmedhdatamgmt@dla.mil



FAR 51

Payment Recommendation

- DLA Energy highly recommends using www.Pay.gov
 - Free and secure service
 - Available online 24-hours-a-day, 7-days-a-week, including holidays
 - Make one-time payment(s) or create a Pay.gov account
 - Types of payment
 - Credit Cards - Visa, MasterCard, American Express, Discover, some Discover-branded, Union Pay, JBC (**limited to \$24,999.99**)
 - Personal and Business Bank Accounts - savings, checking, general ledger (**no maximum limit**)
 - Digital Wallet - Amazon, PayPal (**limited to \$10,000.00**)
 - ACH Credit - businesses only (**limited to \$99,999,999.99**)



AUTHORITY: FAR PART 51

FY24 Sales

Federal Agency	GALLONS	DOLLARS
TRANSCOM	28,285,191	\$100,683,308
United States Airforce	3,991,931	\$15,185,749
United States Army	1,119,857	\$4,168,099
United States Navy	536,342	\$1,882,771
General Services Administration	162,150	\$456,141
DLA Energy	81,506	\$290,800
Department of Energy	33,539	\$118,526
Department of Intterior	13,539	\$43,425
United States Marine Corps	12,401	\$47,081
DLA Distribution	8,497	\$31,586
National Aeronautics and Space Administration	2,010	\$5,182
United States Space Force	1,591	\$5,727
Missile Defense Agency	181	\$685
Defense Information Systems Agency	259	\$975
U.S Army Corps of Engineers	34	\$120
National Science Foundation	50	\$134
	34,249,078	\$122,920,309



Authority: 10 USC 2922e(d)

- Authority: 10 USC 2922e(d)
 - Secretary of Defense may sell fuel when deemed in the public interest.
 - Public interest is NOT
 - Competing with reasonably available commercial sources
 - Providing bulk petroleum deliveries
 - Based on providing lower cost fuel
 - Customers have included emergency aircraft landings, DoD and Federal contractors without FAR Part 51 clauses, locations where only the DOD operates, foreign governments, others



Authority: 10 USC 2922e(d)

- One petroleum program supports
 - Fuel received at military bases by aircraft, ships, vehicles
 - Some exception may apply on a case-by-case basis



AUTHORITY: 10 USC 2922e (d) FY24 Sales

Federal Customer	GALLONS	DOLLARS
Unuted Airlines INC-Kwajalein	120,524	\$368,092
Associated Energy Group LLC	101,171	\$319,527
World Fuel Services INC	56,036	\$178,174
Air Marshall Island INC	25,880	\$79,055
Delaware State Police	75	\$230
Dale County Sheriffs Avaition	66	\$206
Epic Aviation	78	-\$9,732
	303,830	\$935,552



Contacting DLA Energy

- DLA Customer Interaction Center (CIC)
 - Routine Questions
 - 1-800-446-4950
 - energy.helpdesk@dla.mil
- Operations Duty Officer (24/7):
 - DSN 392-8420 or 571-767-8420
 - dla.energy.ccc@dla.mil
- DLA Non-DoD Fuel Purchase Authorization Division
 - Fort Belvoir, VA
 - **NOT 24/7** – 0630 to 1600 (EST)
 - 210-425-3272 or 571-767-9533
 - DLAEnergyFPA@dla.mil



QUESTIONS

