



PRIME CONTRACTORS ELIGIBLE FOR DoD 5% PROCUREMENT REBATE

DoD Office of Small Business Indian Incentive Program

The Department of Defense (DoD) Indian Incentive Program (IIP) is a congressionally sponsored program designed to encourage the use of an Alaska Native Corporation (ANC) by providing a 5% rebate incentive to the prime and sub-tier contractors on the total amount subcontracted to the ANC.

The IIP is managed by the Department of Defense Office of Small Business Programs. Funding availability is determined by Congress each year.

Contracting Activities do not need to provide any funding for this program. Prime contractors must formally request the rebate by submitting a letter to the contracting officer along with supporting documentation proving the amount paid to the ANC. Once approved, the contract is modified to authorize payment of the incentive.

Note: *DFARS Clause 252.226-7001 must be in the contract in order to participate in the IIP.*

References: *DFARS Clause 252.226-7001; DFARS 226.103-104; FAR Clause 52.226-1; FAR Clause 26.104*

Who Can Participate

The following that utilize an ANC as a subcontractor –

- ▶ Large Business Prime Contractors
- ▶ Small Business Prime Contractors - *no subcontracting plan required*
- ▶ DoD Sub-Tier Contractors - *at any tier*

What Are The Contract Requirements

Contract requirements for Prime and Sub-Tier are as follows –

- ▶ DoD contracts must be \$500k or more.
- ▶ The contract must include DFARS clause 252.226-7001.
- ▶ DoD sub-tier contract IIP requests:
 - Prime contract must include DFARS clause 252.226-7001
 - Subcontract must include the substance of DFARS clause 252.226-7001

When Can An IIP Request be Submitted

As long as the contract is OPEN and the PRIME contractor is still performing.

IIP Request Can Not Be Submitted

- ▶ Within 90-days of subcontract award
- ▶ While a challenge is pending regarding the validity of the ANC's status
- ▶ If a DoD subcontractor is determined an ineligible participant
- ▶ If the contract is closed

Where To Submit An IIP Request

- ▶ Contracting officers submit IIP packages to DoD OSBP Office after validating and verifying the package is correct and complete.
- ▶ Prime Contractors submit IIP packages to the Contracting Officer -
- ▶ DoD Sub-tier contractors submit IIP request through the prime contractor who in turn endorses the package and forwards it to the Government Contracting Officer at the agency administering the contract for processing. The Contracting Officer will then submit the complete package to OSBP.

How To Prepare An IIP Request

- ▶ Request IIP payments by submitting a Rebate Request Package which includes:
 - Cover Letter - latest version available at DoD OSBP website
- ▶ Certification documents of subcontractor include:
 - Prime Contractor's rebate request package is required to include all invoices from subcontractor
 - Validated invoice summary sheet
- ▶ Complete packages may be emailed OSBP-IIP@osd.mil
 - For additional contact info please visit acq.osd.mil/osbp/sb/programs/iip/contact.shtml