**PGI ADMINISTRATIVE CHANGE**

**PGI 247.5—OCEAN TRANSPORTATION BY U.S.-FLAG VESSELS**

PGI 247.573 General.

(a) *Delegated Authority.* The authority to make determinations of excessive ocean liner rates and excessive charter rates is delegated in [Secretary of Defense Memorandum dated February 7, 2012](http://www.acq.osd.mil/dpap/dars/pgi/docs/Delegation_Excessive_Ocean_Liner_Rate_Determination-SECDEF_Memo_02.07.2012.pdf).

(b) *Procedures.*

(1) Contracting officers shall follow these procedures when ocean transportation is not the principal purpose of the contract, and the cargo to be transported is owned by DoD or is clearly identifiable for eventual use by DoD.

(i) DD Form 1653, Transportation Data for Solicitations, shall be used—

(A) By the requesting activity in developing the Government estimate for transportation costs; and

(B) By the contracting officer in ensuring that valid shipping instructions and delivery terms are included in solicitations and contracts that may involve transportation of supplies by sea.

(ii)(A) If the contractor notifies the contracting officer that the contractor or a subcontractor considers that no U.S.-flag vessels are available, the contracting officer shall request confirmation of the nonavailability from—

(*1*) The Commander, Military Sealift Command (MSC), through the

Contracts and Business Management Directorate, MSC ~~(msc.n101.ffw@navy.mil)~~

([*MSC\_N103\_FFW@us.navy.mil*](mailto:MSC_N103_FFW@us.navy.mil)), for voyage and time charters; or

(*2*) The Commander, Military Surface Deployment and Distribution (SDDC), through the SDDC global e-mailbox ([usarmy.scott.sddc.mbx.ffw-team@mail.mil](mailto:usarmy.scott.sddc.mbx.ffw-team@mail.mil)) for ocean liner and intermodal transportation.

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