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RESEARCH
AND ENGINEERING

MEMORANDUM

Date: 2023.03.10 12:27:35 -05'00'

FOR: DOD COMPONENT GRANT DIRECTORS

FROM: JASON DAY, RESEARCH POLICY DIRECTOR

SUBJECT: Class Deviation Regarding Administrative
Requirements for Grants and Agreements with For-
Profit Organizations

This memorandum authorizes a formal deviation from Part 34 of the Department of Defense (DoD) Grant and Agreement Regulations (DoDGARs), "Administrative Requirements for Grants and Agreements with For-Profit Organizations." As of the date of this memorandum the DoD Components will use 2 CFR Part 200, Subparts A through D, for administrative requirements for grants and cooperative agreements awarded to for-profit organizations. DoD Components may also apply Subpart E to for-profit entities. DoD Components will continue to use 2 CFR § 34.16, "Audits", instead of 2 CFR Part 200 Subpart F, "Audit Requirements," for grants and cooperative agreements awarded to for-profit organizations.

As a result of this deviation DoD will update the Preamble to the DoD Research and Development (R&D) General Terms and Conditions to include requirements applicable to grants and cooperative agreements awarded to for-profit organizations, as applicable, consistent with this deviation. DoD Components will incorporate the updated DoD R&D General Terms and Conditions into grant and cooperative agreement awards to for-profit organizations, as well as continuing to include the audit requirements outlined in 32 CFR § 34.16 in such awards.

Please direct all correspondence on this deviation to the DoD Grants Policy office at: osd.pentagon.ousd-r-e.mbx.dod-grants-policy-office@mail.mil

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