45.102 Policy.

(a) Contractors are ordinarily required to furnish all *property* necessary to perform Government contracts.

(b) *Contracting officers shall provide property* to contractors only when it is clearly demonstrated-

(1) To be in the Government's best interest;

(2) That the overall benefit to the *acquisition* significantly outweighs the increased cost of administration, including ultimate *property* disposal;

(3) That providing the *property* does not substantially increase the Government's assumption of risk; and

(4) That Government requirements cannot otherwise be met.

(c) The contractor's inability or unwillingness to supply its own resources is not sufficient reason for the furnishing or *acquisition* of *property*.

(d) "Exception". *Property* provided under contracts for repair, maintenance, overhaul, or modification is not subject to the requirements of paragraph (b) of this section.

(e) *Government property,* other than foundations and similar improvements necessary for installing *special tooling*, *special test equipment*, or *equipment*, *shall* not be installed or constructed on contractor-owned *real property* in such fashion as to become *nonseverable*, unless the *head of the contracting activity* determines that such installation or *construction* is necessary and in the Government's interest.

Parent topic: Subpart 45.1 - General