

**VOLUME 11A, CHAPTER 13: “DOD SUPPORT TO UNITED STATES (U.S.)
COMMERCIAL SPACE ACTIVITIES”**

SUMMARY OF MAJOR CHANGES

All changes are denoted by **blue font**.

Substantive revisions are denoted by an * symbol preceding the section, paragraph, table, or figure that includes the revision.

Unless otherwise noted, chapters referenced are contained in this volume.

Hyperlinks are denoted by **bold, italic, blue, and underlined font**.

The previous version dated **July 2013** is archived.

PARAGRAPH	EXPLANATION OF CHANGE/REVISION	PURPOSE
All	Updated statutory references, terminology, hyperlinks, and language consistency to improve overall readability.	Revision
1301	Formatted the introduction of the chapter to comply with current administrative instructions (e.g., added “Purpose” and “Authoritative Guidance” paragraphs).	Revision
1301	Removed public law reference to Major Range and Test Facility Base (MRTFB) definitions for direct and indirect costs because they are defined in Volume 11A, Chapter 12, “MRTFB.”	Deletion
1302	Added a “Definitions” section to clarify specific terms used in this chapter.	Addition
1303	Removed chapter language redundancies associated with pricing Department of Defense (DoD) space launch activities and facilities.	Deletion
130301.A.2	Added clarifying guidance to ensure DoD services and facilities are provided on a “non-interference” basis to the U.S. commercial sector per DoD Directive 3230.3.	Addition

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CHAPTER 13

DOD SUPPORT TO U.S. COMMERCIAL SPACE ACTIVITIES***1301 GENERAL****130101. Purpose**

This chapter provides reimbursable policy for the provision of Department of Defense (DoD) support to U.S. commercial space activities. This chapter applies to all DoD Components that provide support to U.S. commercial sector space launch operations and other related space activities.

130102. Authoritative Guidance

Title 51, United States Code, sections 50901 - 50923 (51 U.S.C. §§ 50901 - 50923) Commercial Space Launch Activities; *51 U.S.C. §§ 50501 - 50506*, Commercial Space Competitiveness; and DoD Directive, *(DoDD) 3230.3*, DoD Support for Commercial Space Launch Activities, provide authority, guidance, and direction for DoD cooperation with the U.S. commercial sector in the development of U.S. commercial space launch operations and other related U.S. commercial space activities.

1302 DEFINITIONS*130201. Commercial**

The term “commercial” means having private capital at risk, with primary financial and management responsibility for the activity residing with the U.S. commercial sector.

130202. Direct Costs

The term “direct costs” includes those actual costs (including salaries of U.S. civilian and contractor personnel) incurred by DoD as a result of use of its space-related facility or resource by the U.S. commercial sector. These costs are reflective of costs that would not be borne by DoD in the absence of such use by the U.S. commercial sector. These costs also include specific wear and tear and property damage incurred by the DoD as related to the launch property acquisition.

130203. Indirect Costs

The term “indirect costs” includes the actual costs of maintaining, operating, upgrading, and modernizing the DoD space-related facility.

130204. DoD Space Launch Property

DoD space launch property consists of items built for, or used to perform space launch operations and other space-related activities.

130205. DoD Space Launch Services

As defined under 51 U.S.C. § 50902 and DoDD 3230.3, DoD space launch services are those activities, including utilities, otherwise not needed for public use, involved in the preparation of a launch vehicle, its payload for launch, crew (including crew training), or space flight participation for launch; and the conduct of a launch.

130206. Property Damage Costs

Property damage costs represent the costs necessary to replace or restore the DoD property, or site, to its condition before the space-related lease/license.

1303 PRICING

130301. Pricing of DoD Space Launch Property and Services

A. DoD Space Launch Property.

1. Sale or Transfer. DoD space launch property that is excess or otherwise not needed for public use may be sold or transferred in lieu of sale to U.S. commercial sector launch vehicle operators performing commercial space activities (e.g., payload retrieval services, payload processing services). The transaction must be priced to recover direct costs, as defined in paragraph 130202.

* 2. Lease/License. DoD space launch property that is excess or otherwise not needed for public use may be leased/licensed, on a non-interference basis, to U.S. commercial sector launch vehicle operators performing commercial space activities. The transaction must be priced to recover direct costs, as defined in paragraph 130202.

B. DoD Space Launch Services.

For DoD space launch services, as defined in paragraph 130205, the acquisition price represents an amount equal to the direct costs defined in paragraph 130202.

130302. Defense Working Capital Fund (DWCF) Activities

Generally, standard prices/stabilized rates must be charged for articles and services provided by activities operating under a DWCF. Refer to Volume 11B, Chapters 11 and 15, for additional details and exceptions.

130303. Fixed Price Estimates

Commercial space launch operators may be offered fixed price quotes for the sale of DoD launch services based on reasonable estimates of direct costs only when there is a well-defined contractor requirement and a reliable cost history of similar previous sales.

1304 BILLING

Invoices for support provided by DoD must be completed and transmitted to the U.S. commercial space activity within 30 calendar days after the month in which performance occurred. The payment due date must be no more than 30 days from the date of the invoice.

1305 DISPOSITION OF COLLECTIONS

130501. Proceeds from DWCF Activities

Proceeds from the sale of articles and services from DWCF activities must be deposited to the DWCF.

130502. Proceeds from Non-DWCF Activities

Proceeds from the sale of DoD launch property by a non-DWCF activity must be:

A. Credited to the general fund of the U.S. Treasury as miscellaneous receipts when the launch property is not to be replaced.

B. Deposited to the DoD appropriation account or fund, currently available for the procurement of the launch property, if the launch property is to be replaced.

130503. Proceeds Deposits for License of Launch Property and Leases

Proceeds from the license of launch property must be deposited to the DoD appropriation account or fund currently available for financing the direct costs incurred. Proceeds from leases must be credited to the general fund of the U.S. Treasury as miscellaneous receipts.

130504. Proceeds Deposits from the Sale of Launch Services

Proceeds from the sale of DoD launch services must be deposited to the DoD appropriation account or fund that financed the provisioning of those launch services. These proceeds must be credited to the fiscal year in which the DoD Component provided the services.