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EXECUTIVE OFFICE OF THE PRESIDENT  
OFFICE OF MANAGEMENT AND BUDGET  
WASHINGTON, D.C. 20503

OFFICE OF FEDERAL  
PROCUREMENT POLICY

FEB 25 1997

MEMORANDUM FOR THE VALUE ENGINEERING COORDINATORS

FROM: Steven Kelman  
Administrator

SUBJECT: Value Engineering Conference

In October, the Director of the Office of Management and Budget (OMB) wrote to the Heads of Departments and Agencies about the Federal Acquisition Reform Act of 1996, P.L. 104-106, section 4306, requirements that each agency establish and maintain cost effective value engineering (VE) procedures and processes (see Attachment 1). Reinvigorated value engineering efforts at the agency level can assist in meeting, or exceeding GPRA and asset management goals and savings generated through VE may be used to fund other agency projects.

The Department of Defense has asked OMB to extend to all other departments and agencies an open invitation to attend a Value Engineering Conference on March 24-26, 1997 at the Sheraton National Hotel, in Arlington, Virginia. Because the DOD has been implementing VE programs and applying VE to its acquisition programs for more than 30 years, DOD feels it has valuable experience in this area to share with others in the Executive branch. Presentations tailored to those just starting out in VE, will be included in this conference. A copy of the conference agenda is at Attachment 2.

To begin interagency discussions on VE implementation, OMB will hold the first meeting of the interagency VE task group on March 5. We will separately contact the individuals who expressed an interest in participating on the group about the meeting date and agenda. If you have any questions, please call David Muzio at 202-395-6805.

Attachments

cc:  
✓OFPP Official File  
DO Chron  
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DDM  
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Mr. Culberson  
OFPP:DMuzio:mbd 2/24/97  
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