

STANDARD CLAUSE 78-1 HAS BEEN REMOVED.
PLEASE REFER TO STANDARD CLAUSE 78-1A.

AN EFFECTIVE PROGRAM FOR PREVENTIVE AND REPAIR MAINTENANCE FOR PROTECTION OF SPECIAL TOOLING AND SPECIAL TEST EQUIPMENT IN ACCORDANCE WITH SOUND INDUSTRIAL PRACTICES IS REQUIRED INCLUDING RECORDS OF SUCH ACTIONS.

F. ALTERATION AND/OR REIDENTIFICATION

NO TOOL SHALL BE ALTERED OR REIDENTIFIED IN ANY MANNER BY THE SELLER WITHOUT PRIOR WRITTEN APPROVAL FROM THE BUYER. ANY ALTERATION AND/OR REIDENTIFICATION WILL BE AUTHORIZED ONLY THROUGH THE USE OF PURCHASE ORDER OR SUPPLEMENT.

G. LOSS, DAMAGE OR DESTRUCTION

THE SELLER SHALL REPORT TO THE PURCHASER ALL CASES OF LOSS, DAMAGE OR DESTRUCTION OF ELECTRIC BOAT OR GOVERNMENT-OWNED TOOLING IN HIS POSSESSION OR CONTROL (INCLUDING SUCH TOOLING IN THE POSSESSION OR CONTROL OF HIS SUBCONTRACTOR) AS SOON AS THE FACT BECOMES KNOWN.

AS SOON AS FACTUAL DATA CAN BE OBTAINED, THE FOLLOWING INFORMATION SHALL BE SUBMITTED:

- (1) SELLER'S NAME AND PURCHASE ORDER,
- (2) DESCRIPTION OF ITEMS LOST, DAMAGED, DESTROYED OR UNREASONABLY CONSUMED,
- (3) COST OF TOOLING LOST, DAMAGED, ETC.,
- (4) DATE, TIME (IF PERTINENT) AND CAUSE OR ORIGIN OF THE LOSS, DAMAGE, ETC.,
- (5) KNOWN INTERESTS IN ANY COMMINGLED TOOLING OF WHICH PURCHASER OR GOVERNMENT-OWNED TOOLING LOST, DAMAGED, ETC., IS (OR WAS) A PART,
- (6) INSURANCE, IF ANY, COVERING THE TOOLING, AND
- (7) ACTIONS TAKEN BY THE SELLER TO PREVENT FURTHER LOSS, DAMAGE, ETC., AND TO PREVENT REPETITION OF SIMILAR INCIDENTS.

H. INACTIVE TOOLS

THE SELLER AND/OR HIS SUBCONTRACTOR WHO

HAS IN HIS POSSESSION TOOLS WHICH HAVE BECOME INACTIVE SHALL OBSERVE THE FOLLOWING:

- (1) PREPARE A LETTER TO THE PURCHASER REQUESTING DISPOSITION OF TOOLS LISTED, AND
- (2) STATING THE LENGTH OF TIME THAT THE TOOLS HAVE BEEN INACTIVE.

SELLER SHALL NOT TRANSFER OR OTHERWISE DISPOSE OF ANY TOOL WITHOUT SPECIFIC WRITTEN AUTHORITY FROM THE PURCHASING BUYER.

I. PHYSICAL INVENTORIES

THE SELLER SHALL ANNUALLY (IN THE FOURTH QUARTER OF THE YEAR) PHYSICALLY INVENTORY ALL PURCHASER AND GOVERNMENT-OWNED PROPERTY IN HIS POSSESSION & SHALL CAUSE SUBCONTRACTORS TO DO LIKEWISE. RESULTS OF PHYSICAL INVENTORIES SHALL BE FORWARDED TO THE PURCHASER AND SHALL INCLUDE:

- 1) A LISTING (BY I.D. NUMBER) OF ALL ITEMS INVENTORIED WITH WRITTEN CERTIFICATION THAT THE ITEMS WERE SIGHTED, AND
- 2) A LISTING OF DISCREPANCIES NOTED.

J. CONTRACT CLOSEOUT

THE SELLER SHALL REPORT, INVESTIGATE, AND SECURE CLOSURE OF ALL LOSS, THEFT, DAMAGE, OR DESTSTRUCTION CASES; PHYSICALLY INVENTORY ALL PROPERTY UPON TERMINATION OR COMPLETION OF THIS CONTRACT; AND REQUEST DISPOSITION OF ITEMS AT THE TIME THEY ARE DETERMINED TO BE EXCESS TO CONTRACTUAL NEEDS.

K. SUBCONTRACTOR CONTROL

THE SELLER SHALL REQUIRE ANY OF HIS SUBCONTRACTORS TO COMPLY WITH THIS INSTRUCTION AND FAR PART 45 (FAR PART 45 IS A REQUIREMENT WHEN GOVERNMENT PROPERTY IS INVOLVED).