



## POLICY FLASH 2010-46

**DATE:** April 30, 2010

**TO:** Procurement Directors

**FROM:** Office of Procurement and Assistance Policy, MA-61  
Office of Procurement and Assistance Management

**SUBJECT:** Office of Federal Procurement (OFPP) Determination of Executive Compensation Benchmark Amount for Costs Allowable under Government Contracts during Contractor's Fiscal Year (FY) 2010

**SUMMARY:** OFPP, on April 15, 2010, has determined the executive compensation benchmark applicable to Government contracts for contractor's FY2009 is \$693,951. It applies to contractor's FY2010 and subsequent fiscal years unless and until revised by OFPP.

For non-M&O contracts FAR 31.205-6(p) applies; for M&O contracts DEAR 970.5232-2, DEAR 970.3102-05-6, and FAR 31.205-6(p) apply. See Acquisition Letter 2007-02, contractor Executive Compensation, for more information. Acquisition Letter 2007-02 provides guidance in determining the allowability of the compensation of all contractor's Senior Executives per OFPP benchmark compensation amount.

This Flash may be viewed online at the following website:  
[http://management.energy.gov/policy\\_guidance/policy\\_flashes.htm](http://management.energy.gov/policy_guidance/policy_flashes.htm).

Questions concerning this policy flash should be directed to Helen Oxberger at (202) 287-1332 or [helen.oxberger@hq.doe.gov](mailto:helen.oxberger@hq.doe.gov).



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