Issue 1:

- There is potential unacceptable financial risk throughout the lower sub-tiers of the supply chains

Action:

- Process improvement and risk reduction could occur
  - Potential financially unhealthy supplier can be avoided by calling on prime contractors to provide increased financial visibility of suppliers. The outcome will improve supply chain performance.
  - Increased collaboration and improved information sharing between government and industry could eliminate redundant assessments, reduce financial risk and help prioritize resource allocations.
SUPPLY CHAIN
BREAKOUT SESSION RECAP

Issue 2:

- Buy America Act imposes excess cost and supply chain uncertainty

Action:

- Outcome is to align Buy America Act with the reality of global supply chains
SUPPLY CHAIN BREAKOUT SESSION RECAP

Issue 3:

- Uncertainty on the resilience of DoD

Action:

- DoD acquisition should consider self assessments in supplier selections including business continuity planning
Issue 4:

- Risk is increased when acquisition and logistics are not properly aligned

Action:

- Improve alignment which will lead to reduction in the supply chain risk, cost and scheduling
SUPPLY CHAIN
BREAKOUT SESSION RECAP

Issue 5:

☐ Single source suppliers put DoD at risk

Action:

☐ Seek financial strategies that have multiple sources
Issue 6:

- DoD suppliers have a greater risk of attack from foreign adversaries

Action:

- Timely accurate threat information to suppliers
Issue 7:

- Increased Government/Industry collaboration to improve supply chain security policies and processes is required to better understand benefits and risks to the global supply chain.

Action:

- GCC/SCC collaboration
SUCCESS STORIES:

- DoD supplier contract utilized electronic tracking and single vendor to reduce inventory and improve performance
BEST PRACTICES:

- Corporate wide plant protection contract award provides flexible surge support for emergency response
- Remove bottleneck for common materials used for the JDAM which improved their performance
- Delay final assembly of product to minimize the risk of losing such products in the event of disaster
- Contractor community identified the need for multiple suppliers for emergency evacuation. When developing contracts, greater visibility to the emergency management supplier capabilities to reduce the risk of supplier non performance