

42.602 Assignment and location.

(a) A CACO *may* be assigned only when (1) the contractor has at least two locations with resident ACO's or (2) the need for a CACO is approved by the *agency head* or designee (for this purpose, a nonresident ACO will be considered as resident if at least 75 percent of the ACO's effort is devoted to a single contractor). One of the resident ACO's *may* be designated to perform the CACO functions, or a full-time CACO *may* be assigned. In determining the location of the CACO, the responsible agency *shall* take into account such factors as the location(s) of the corporate records, corporate office, major plant, cognizant government auditor, and overall cost effectiveness.

(b) A decision to initiate or discontinue a CACO assignment *should* be based on such factors as the-

(1) Benefits of coordination and liaison at the corporate level;

(2) Volume of Government sales;

(3) Degree of control exercised by the contractor's corporate office over Government-oriented lower-tier operating elements; and

(4) Impact of corporate policies and procedures on those elements.

(c) Responsibility for assigning a CACO *shall* be determined as follows:

(1) When all locations of a corporate entity are under the contract administration cognizance of a single agency, that agency is responsible.

(2) When the locations are under the contract administration cognizance of more than one agency, the agencies concerned *shall* agree on the responsible agency (normally on the basis of the agency with the largest dollar balance, including *options*, of affected contracts). In such cases, agencies *may* also consider geographic location.

(d) The directory of contract administration services *components* referenced in [42.203](#) includes a listing of CACO's and the contractors for which they are assigned responsibility.

Parent topic: [Subpart 42.6 - Corporate Administrative Contracting Officer](#)