Contracts Hot Topics - Compliant Contracts at the Speed of War

Presented By:

Ms. Marie Greening

Chief Operations Officer

26 April 2017

Agenda

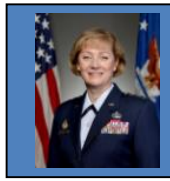
- DCMA – Who we are
- Capabilities Model
- DCMA within Acquisition Life Cycle
- Commercial Item Determination
- Detection to Prevention (D2P)

Defense Acquisition Community

SECRETARY OF DEFENSE

Performing the Duties of the Under Secretary of Defense (AT&L)

Performing the Duties of the Assistant Secretary of Defense (Acquisition)



Defense Contract Management Agency

Chairman Joint Chief of Staff

Combat Support Agency

Contract Administration

Acquisition Organizations

- Army
- Navy
- Air Force
- Marines
- DLA

Historical Perspective — Service PROs/DCAS to DLA (1990) to DCMA (2000)

Mission, Vision, and Values

Mission

We are the independent eyes and ears of DoD and its partners, delivering actionable acquisition insight from the factory floor to the front line…around the world

Vision

One team, one voice delivering global acquisition insight that matters.

Values

Integrity – Committed to the highest standards of ethical and moral behavior at all times.
Service – Working for the benefit of our nation and putting professional responsibilities before self-interests.
Excellence – Committed to exceptional performance in everything we do

Scope of Work and Span of Control

Scope of Work

Total Contract Amount	$6.5T
Obligated Amount	$2T
Serviced Contractor Locations	19.5K
Active Contracts	345.2K
• Contract Unliquidated Obligations	$227.4B
• ACAT I (IAC, IC, ID) & II Programs	168
Aircraft Accepted	1,295
Aircraft Acceptance Flying Hours	18.1K
Oversight of Government Property	$162B
Progress Payments	$20.3B
Performance-based Payments	$11.2B
Payments Per Day	$455M

Span of Control

Civilians On-Board	11,761
Military (Active Duty – 398, Reserve – 114)	512
Budget Authority	$1.4B
Reimbursable Target	$219.5M

Authorize $455M in contractor payments daily

DCMA Capabilities Model

Primary

- Product Acceptance and Proper Payments
- Indirect Cost Control
- Contractor Effectiveness
- Negotiation Intelligence
- Contract Maintenance

Integrating

- Program Support
- Corporate Assessment
- Mission Assurance and Industrial Base Viability Assessment

Enabling

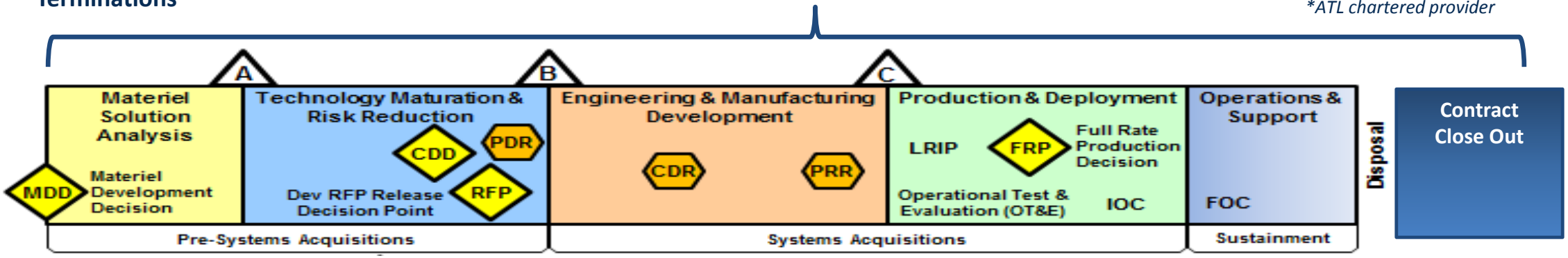
- Facilities Management
- Talent Management
- Stewardship
- Information Technology Management
- Planning & Programming

Mission Demand- DCMA Across the Contract Lifecycle

Rates- Forward Pricing (FPRR&FPRA)/Final Indirects
Overhead Should Cost Reviews
Contract Audit Follow Up*
Payments Authorization ~$450M/Day
Pension Analysis*
Commercial Item Analysis*
Terminations

Business System Adequacy* and CBAR Repository Upkeep
Cancelling Funds
Cost & Pricing Support*
Contingency Contracting Force Provider*
Contract Novation Actions

**ATL chartered provider*



Pre-Award Surveys -1736
Negotiation Intelligence/
Support to Contract Award
Financial Capability Reviews

Acceptance and Delivery
- Items Accepted 587M
- Items Rejected 2.8M
- Schedules 483K / Delinquent 133K
- 180 days Past Final Delivery Date-37K

Modifications-50K

- 228K contracts closed CY 2015
- 71K overage contracts available for closeout

DCMA Snapshot *#*
345K Contracts in Administration
- 209K New Contracts
- 50K Mods

$2T Obligated Value

 # 2016 Data

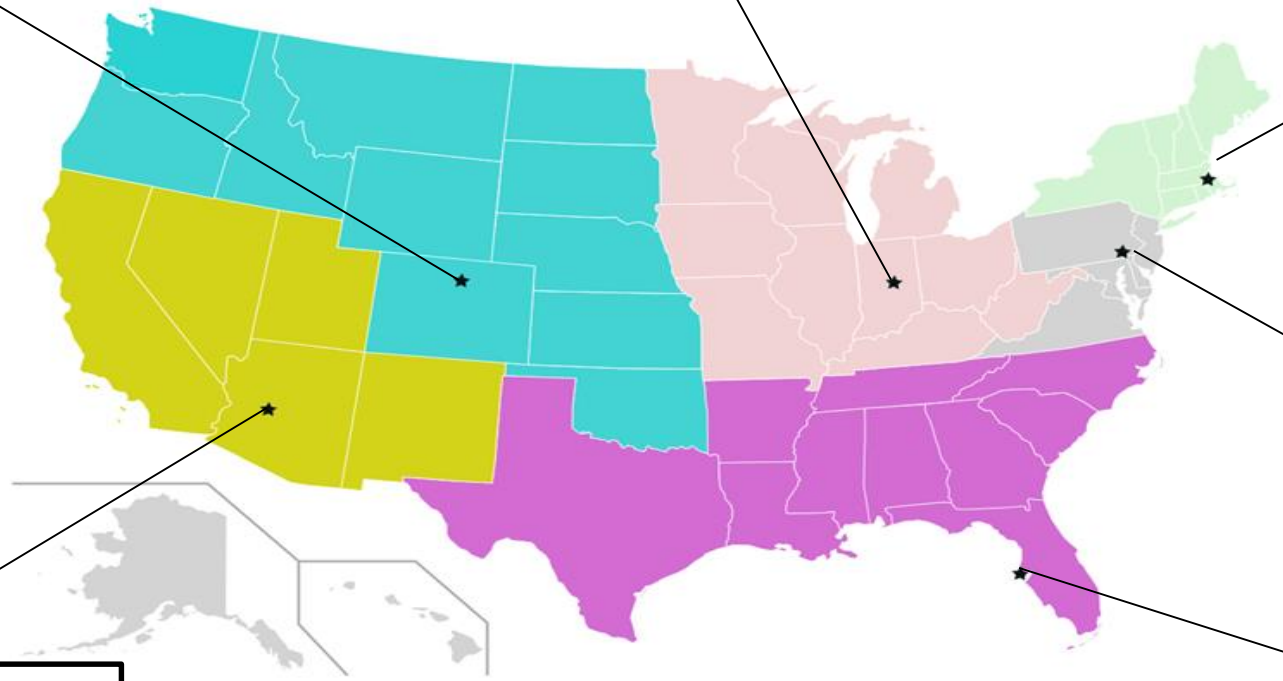
Legend = Decision Point = Milestone Decision = Major Review

Commercial Item Determination

Denver, CO
Markets: Space (Spacecraft and Lift), C4I (Systems, Cyber and Services), UAS

Indianapolis, IN
Markets: Automotive, Aeronautics, Aircraft Engines

Boston, MA
Markets: Services (MRO), Chemicals and Materials



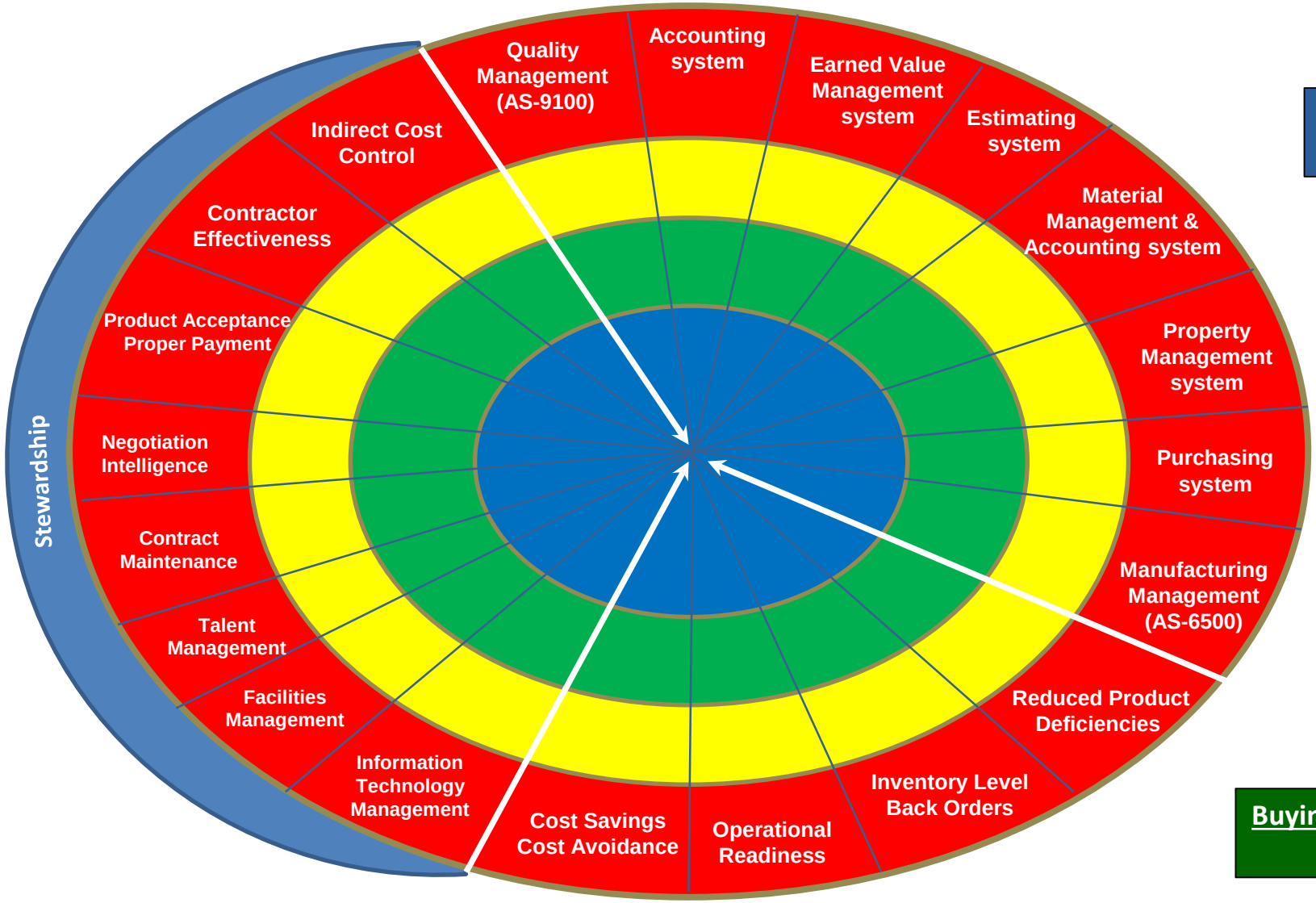
Philadelphia, PA
Markets: Naval Transport & Equipment, Troop Supply (Shelters, Personal Equipment)

Phoenix, AZ
Markets: Heavy Machinery, Missiles

St. Petersburg, FL
Group HQ
Markets: Special Operations (Vehicles, Weapons, Ammo)

Detection to Prevention Triad

DCMA
Business Capabilities



Contractor
Business Systems

Buying Command/PM
Outcomes

DCMA Points of Contacts

- Executive Director, Contracting
  - Mr. Timothy Callahan (SES), 804-734-0500, timothy.callahan@dcma.mil
- Technical Executive Director
  - Mr. Richard Fanney (SES), 804-734-1553, richard.fanney@dcma.mil
- Quality Executive Director
  - Mr. Michael Shields (SES), 804-734-0339, michael.shields@dcma.mil
- Cost and Pricing Center (Rates and Commercial Item)
  - Mr. Vincent Perez, 571-521-1731, vincent.perez@dcma.mil
- Army Service Team (Located in Crystal City)
  - COL Clyde Richards, 703-647-6064, clyde.richards@dcma.mil

Questions