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**Department of Defense
Fiscal Year (FY) 2016 President's Budget Submission**

February 2015



Defense Contract Management Agency

Defense Wide Justification Book Volume 1 of 1

Procurement, Defense-Wide

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Defense Contract Management Agency • President's Budget Submission FY 2016 • Procurement

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Defense-Wide
FY 2016 President's Budget
Exhibit P-1 FY 2016 President's Budget
Total Obligational Authority
(Dollars in Thousands)

30 Dec 2014

Appropriation: 0300D Procurement, Defense-Wide

Line No	Item Nomenclature	Ident Code	FY 2016 Base Quantity	FY 2016 Base Cost	FY 2016 OCO Quantity	FY 2016 OCO Cost	FY 2016 Total Quantity	FY 2016 Total Cost	Se c
Budget Activity 01: Major Equipment									
Major Equipment, DCMA									
2 Major Equipment									
		A		2,494				2,494	U
Total Major Equipment				2,494				2,494	
Total Procurement, Defense-Wide				2,494				2,494	

P-1C1: FY 2016 President's Budget (Published Version of PB Position), as of December 30, 2014 at 15:34:56

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Defense-Wide
FY 2016 President's Budget
Exhibit P-1 FY 2016 President's Budget
Total Obligational Authority
(Dollars in Thousands)

30 Dec 2014

Appropriation: 0300D Procurement, Defense-Wide

Line No	Item Nomenclature	Ident Code	FY 2014 (Base & OCO)		FY 2015 Base Enacted		FY 2015 OCO Enacted		FY 2015 Total Enacted		S e c
			Quantity	Cost	Quantity	Cost	Quantity	Cost	Quantity	Cost	
Budget Activity 01: Major Equipment											
Major Equipment, DCMA											
2	Major Equipment	A	5,711			4,325				4,325	U
Total Major Equipment			5,711			4,325				4,325	
Total Procurement, Defense-Wide			5,711			4,325				4,325	

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Line Item Table of Contents (by Appropriation then Line Number)

Appropriation 0300D: Procurement, Defense-Wide

Line #	BA	BSA	Line Item Number	Line Item Title	Page
2	01	27	500	Major Equipment.....	Volume 1 - 1

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Line Item Table of Contents (Alphabetically by Line Item Title)

Line Item Title	Line Item Number	Line #	BA	BSA	Page
Major Equipment	500	2	01	27.....	Volume 1 - 1

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Exhibit P-40, Budget Line Item Justification: PB 2016 Defense Contract Management Agency **Date:** February 2015

Appropriation / Budget Activity / Budget Sub Activity: 0300D: Procurement, Defense-Wide / BA 01: Major Equipment / BSA 27: Major Equipment, DCMA	P-1 Line Item Number / Title: 500 / Major Equipment
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ID Code (A=Service Ready, B=Not Service Ready) :			Program Elements for Code B Items:					Other Related Program Elements:				
Resource Summary	Prior Years	FY 2014	FY 2015	FY 2016 Base	FY 2016 OCO	FY 2016 Total	FY 2017	FY 2018	FY 2019	FY 2020	To Complete	Total
Procurement Quantity (Units in Each)	-	-	-	-	-	-	-	-	-	-	-	-
Gross/Weapon System Cost (\$ in Millions)	30.380	5.711	4.325	2.494	-	2.494	2.655	2.877	2.935	2.965	Continuing	Continuing
Less PY Advance Procurement (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Net Procurement (P1) (\$ in Millions)	30.380	5.711	4.325	2.494	-	2.494	2.655	2.877	2.935	2.965	Continuing	Continuing
Plus CY Advance Procurement (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Total Obligation Authority (\$ in Millions)	30.380	5.711	4.325	2.494	-	2.494	2.655	2.877	2.935	2.965	Continuing	Continuing
<i>(The following Resource Summary rows are for informational purposes only. The corresponding budget requests are documented elsewhere.)</i>												
Initial Spares (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Flyaway Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-
Gross/Weapon System Unit Cost (\$ in Millions)	-	-	-	-	-	-	-	-	-	-	-	-

Description:

DCMA's mission is to provide Contract Administration Services (CAS) to the Department of Defense (DoD) Acquisition Enterprise and its partners to ensure delivery of quality products and services to the warfighter; on time and on cost. DCMA has two primary objectives, 1) providing CAS to the military services and other authorized customers worldwide and 2) providing contingency contract support in theater. The Agency has worldwide acquisition impact through three Field Directorates (Operations, International, and Special Programs). The Agency's Field Directorates are regionally based. The Agency's civilian and military personnel manages over 20,063 contractors and approximately 348,000 active contracts.

To assist in managing its diverse activities across the Department, DCMA relies on the use of Information Technology Systems most of which allow internal DCMA and external DCMA users to collect, aggregate, and analyze DoD contract information. Without investment in these systems DCMA would not be able to effectively administer and report on the health on the contracts and contractor's performing the work. In addition DCMA must procure passenger carrying vehicles in support of DCMA's overseas contract management operations.

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Exhibit P-40, Budget Line Item Justification: PB 2016 Defense Contract Management Agency **Date:** February 2015

Appropriation / Budget Activity / Budget Sub Activity: 0300D: Procurement, Defense-Wide / BA 01: Major Equipment / BSA 27: Major Equipment, DCMA	P-1 Line Item Number / Title: 500 / Major Equipment
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ID Code (A=Service Ready, B=Not Service Ready) :	Program Elements for Code B Items:	Other Related Program Elements:
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Exhibits Schedule			Prior Years	FY 2014	FY 2015	FY 2016 Base	FY 2016 OCO	FY 2016 Total
Title*	Exhibits	ID CD	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)
Passenger Carrying Vehicles	P-40a		- / 1.068	- / 0.192	- / 0.096	- / 0.050	- / -	- / 0.050
DCMA Related Technical Activities	P-40a		- / 29.312	- / -	- / -	- / -	- / -	- / -
DCMA Business Enterprise Architecture Activities	P-40a		- / -	- / 5.516	- / 4.228	- / 2.444	- / -	- / 2.444
Total Gross/Weapon System Cost			- / 30.380	- / 5.711	- / 4.325	- / 2.494	- / -	- / 2.494

Exhibits Schedule			FY 2017	FY 2018	FY 2019	FY 2020	To Complete	Total
Title*	Exhibits	ID CD	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)	Quantity / Total Cost (Each) / (\$ M)
Passenger Carrying Vehicles	P-40a		- / 0.100	- / 0.050	- / 0.050	- / 0.050	Continuing	Continuing
DCMA Related Technical Activities	P-40a		- / -	- / -	- / -	- / -	- / -	- / -
DCMA Business Enterprise Architecture Activities	P-40a		- / 2.555	- / 2.827	- / 2.885	- / 2.915	Continuing	Continuing
Total Gross/Weapon System Cost			- / 2.655	- / 2.877	- / 2.935	- / 2.965	Continuing	Continuing

*Title represents 1) the Number / Title for Items; 2) the Number / Title [DODIC] for Ammunition; and/or 3) the Number / Title (Modification Type) for Modifications. Title represents the P-40a Title when only the P-40a Summary/Total is shown.

Note: Totals in this Exhibit P-40 set may not be exact or add due to rounding.

Justification:

DCMA continues to procure replacement passenger carrying vehicles in support of DCMA's overseas contract administration operations conducted throughout the world. DCMA is working to convert a limited number of overseas owned passenger carrying vehicles to long-term commercial leases where available. With the General Services Administration's (GSA) limited support of leasing vehicle outside of Germany, DCMA will continue to require passenger carrying vehicles procurement authority.

DCMA is developing an integrated enterprise architecture to maximize existing capabilities and provide situational awareness, acquisition insight, and business intelligence to both internal CAS mission users and DoD users, such as Defense Procurement Acquisition Policy (DPAP). DCMA will need to purchase and deploy a Contract Writing/Administration System (CWAS) that can collect and prepopulate Contract PDS data from the DoD system of records by the time PDS goes Department-wide. The DCMA CWS Contract Writing System (CWAS) that will streamline the Contract Modification process and alert our DoD customers of the modification as well as automate the obligation of funds to that customer's financial recording system in accordance with the Procure-to-Pay Handshake guidance. This effort will help to reduce system and data redundancy and aid in the consolidation of systems within DCMA's portfolio as well as alleviate the need for two different contracting system procurements.

DCMA's primary focus from FY16 through FY 20 is to invigorate efforts to adjust to the changing environment by creating an agile and flexible learning organization/culture to support future customer programs, initiating and strengthening acquisition processes and optimizing mission execution to support the acquisition enterprise through agile business practices. We are centered on the reengineering of DCMA's Contract Administration and Line of Service business processes and the toolsets that provide the needed capabilities. Our goal is to streamline the business processes and consolidate the toolsets that enable those capabilities to reduce operations and sustainment costs for the Department and where applicable for DCMA. In order to accomplish this goal DCMA will need to invest in the research, purchase, development and deployment of the new capabilities.

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Exhibit P-40a, Budget Item Justification For Aggregated Items: PB 2016 Defense Contract Management Agency														Date: February 2015					
Appropriation / Budget Activity / Budget Sub Activity: 0300D / 01 / 27					P-1 Line Item Number / Title: 500 / Major Equipment									Aggregated Items Title: Passenger Carrying Vehicles					

Note: Subtotals or Totals in this Exhibit P-40a may not be exact or add, due to rounding.

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	Prior Years			FY 2014			FY 2015			FY 2016 Base			FY 2016 OCO			FY 2016 Total		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
Passenger Carrying Vehicles			0.041	26	1.068	0.024	8	0.192	0.024	4	0.096	0.025	2	0.050	-	-	-	0.025	2	0.050
Total			-	-	1.068	-	-	0.192	-	-	0.096	-	-	0.050	-	-	-	-	-	0.050

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	FY 2017			FY 2018			FY 2019			FY 2020			To Complete			Total Cost		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
Passenger Carrying Vehicles			0.025	4	0.100	0.025	2	0.050	0.025	2	0.050	0.025	2	0.050	Continuing			Continuing		
Total			-	-	0.100	-	-	0.050	-	-	0.050	-	-	0.050	Continuing			Continuing		

Remarks:

DCMA's requirement to procure replacement passenger carrying vehicles supports DCMA's overseas contract management mission. Currently, DCMA maintains field offices in Germany, the Middle East, and the Pacific Rim requiring such vehicles. We are working to convert our overseas fleet from owned passenger carrying vehicles to long term commercial leases or leases with the General Services Administration (GSA) where available. We still do not have this option with GSA for lease services outside of Germany. Therefore, DCMA continues to require passenger carrying vehicle procurement authority.

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Exhibit P-40a, Budget Item Justification For Aggregated Items: PB 2016 Defense Contract Management Agency														Date: February 2015					
Appropriation / Budget Activity / Budget Sub Activity: 0300D / 01 / 27					P-1 Line Item Number / Title: 500 / Major Equipment									Aggregated Items Title: DCMA Related Technical Activities					

Note: Subtotals or Totals in this Exhibit P-40a may not be exact or add, due to rounding.

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	Prior Years			FY 2014			FY 2015			FY 2016 Base			FY 2016 OCO			FY 2016 Total		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
DCMA Related Technical Activities (RTA)			-	-	29.312	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total			-	-	29.312	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	FY 2017			FY 2018			FY 2019			FY 2020			To Complete			Total Cost		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
DCMA Related Technical Activities (RTA)			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

Remarks:

This item is being replaced with DCMA Business Enterprise Architecture Activities and funding will shift accordingly.

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Exhibit P-40a, Budget Item Justification For Aggregated Items: PB 2016 Defense Contract Management Agency															Date: February 2015				
Appropriation / Budget Activity / Budget Sub Activity: 0300D / 01 / 27					P-1 Line Item Number / Title: 500 / Major Equipment										Aggregated Items Title: DCMA Business Enterprise Architecture Activities				

Note: Subtotals or Totals in this Exhibit P-40a may not be exact or add, due to rounding.

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	Prior Years			FY 2014			FY 2015			FY 2016 Base			FY 2016 OCO			FY 2016 Total		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
Software Deployment Services																				
Business Enterprise Activities			-	-	0.000	-	-	5.516	-	-	4.228	-	-	2.444	-	-	-	-	-	2.444
<i>Subtotal: Software Deployment Services</i>			-	-	-	-	-	5.516	-	-	4.228	-	-	2.444	-	-	-	-	-	2.444
Total			-	-	-	-	-	5.516	-	-	4.228	-	-	2.444	-	-	-	-	-	2.444

Item Number / Title [DODIC]	ID CD	MDAP/MAIS Code	FY 2017			FY 2018			FY 2019			FY 2020			To Complete			Total Cost		
			Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)	Unit Cost (\$ M)	Qty (Each)	Total Cost (\$ M)
Software Deployment Services																				
Business Enterprise Activities			-	-	2.555	-	-	2.827	-	-	2.885	-	-	2.915	Continuing			Continuing		
<i>Subtotal: Software Deployment Services</i>			-	-	2.555	-	-	2.827	-	-	2.885	-	-	2.915	Continuing			Continuing		
Total			-	-	2.555	-	-	2.827	-	-	2.885	-	-	2.915	Continuing			Continuing		

Remarks:

DCMA is developing an integrated enterprise architecture to maximize existing capabilities and provide situational awareness, acquisition insight, and business intelligence to both internal CAS mission users and DoD users, such as Defense Procurement Acquisition Policy (DPAP). We are completing the system modification necessary for the Procurement Data Standardization (PDS). DCMA will need to purchase and deploy a Contract Writing/Administration System (CWAS) that can collect and prepopulate Contract PDS data from the DoD system of records by the time PDS goes Department-wide. The DCMA CWS Contract Writing System (CWS) that will streamline the Contract Modification process and alert our DoD customers of the modification as well as automate the obligation of funds to that customer's financial recording system in accordance with the Procure-to-Pay Handshake guidance. This effort will help to reduce system and data redundancy and aid in the consolidation of systems within DCMA's portfolio as well as alleviate the need for two different Contracting system procurements.

DCMA's primary focus from FY16 through FY 20 is to invigorate efforts to adjust to the changing environment by creating an agile and flexible learning organization/culture to support future customer programs, initiating and strengthening acquisition processes and optimizing mission execution to support the acquisition enterprise through agile business practices. We are centered on the reengineering of DCMA's Contract Administration and Line of Service business processes and the toolsets that provide the needed capabilities. Our goal is to streamline the business processes and consolidate the toolsets that enable those capabilities to reduce operations and sustainment costs for the Department and where applicable for DCMA. In order to accomplish this goal DCMA will need to invest in the research, purchase, development and deployment of the new capabilities in compliance with DoDI 8115.02. Some of these include Asset and Property Management initiatives.