CONTRACT ADMINISTRATION FISCAL YEAR 1997

Contract administration services (CAS) hourly reimbursable billing rates should be applied to direct labor hours incurred in support of CAS efforts. These CAS rates are to be used in billing other Federal Departments (except for the National Aeronautics and Space Administration), the public, and Foreign Military Sales (FMS) customers. FMS customers are to be billed in accordance with subsections 70406 and 80601 of Volume 15, "Security Assistance Policy and Procedures," of the DoD Financial Management Regulation (DoD 7000.14-R). The FY 1997 rates, which are effective October 1, 1996, are as follows:

Performing DoD Component	Other Federal Agencies Rate	FMS Rate	Public Rate 2/
Army	\$58.67	\$65.57	\$67.89
Navy	\$64.61	\$70.92	\$73.76
Air Force	\$50.74	\$57.56	\$59.86
Defense Logistics Agency	\$52.01	\$59.05	\$60.21
Defense Contract Audit Agency	\$67.31	\$74.73	\$77.72

Notes:

- 1/ The FMS rate includes 16.7 percent for unfunded civilian retirement costs.
- $\underline{2}$ / The public rate includes 16.7 percent for unfunded civilian retirement costs and 4 percent for asset use charge.