



COMPTROLLER

OFFICE OF THE UNDER SECRETARY OF DEFENSE
1100 DEFENSE PENTAGON
WASHINGTON, DC 20301-1100

FEB 21 2001

MEMORANDUM FOR ASSISTANT SECRETARY OF DEFENSE (FORCE MANAGEMENT
POLICY)

ASSISTANT SECRETARY OF DEFENSE (HEALTH AFFAIRS)
DIRECTOR, DEFENSE CONTRACT AUDIT AGENCY
DIRECTOR, DEFENSE CONTRACT MANAGEMENT AGENCY
DIRECTOR, DEFENSE INFORMATION SYSTEMS AGENCY
ASSISTANT SECRETARY OF THE ARMY (FINANCIAL
MANAGEMENT AND COMPTROLLER)
SENIOR CIVILIAN OFFICIAL, OFFICE OF THE ASSISTANT
SECRETARY OF THE NAVY (FINANCIAL MANAGEMENT
AND COMPTROLLER)
ASSISTANT SECRETARY OF THE AIR FORCE (FINANCIAL
MANAGEMENT AND COMPTROLLER)

SUBJECT: Fiscal Year (FY) 2002 Department of Defense (DoD) Reimbursable Rates

The DoD Chief Financial Officer is charged with the responsibility of overseeing financial management activities relating to the programs and operations of DoD consistent with the "Chief Financial Officers Act of 1990." The Economy Act allows the Department to provide certain goods and services not only to DoD Components, but also to other government agencies and the private sector, under specified conditions. Reimbursable rates, published by the Under Secretary of Defense (Comptroller)/Chief Financial Officer, provide a basis for reimbursement to the Department and its Components. Approved FY 2001 reimbursable rates are available at the Office of the Under Secretary of Defense (Comptroller) website (www.dtic.mil/comptroller/).

The DoD Financial Management Regulation ("DoDFMR"), Volume 11A, Chapter 6, "Chief Financial Officer's Annual Reimbursable Rates," provides guidance for setting reimbursable rates and applies to all DoD Components. Detailed instructions on the requirements for designated rates are included in Chapter 6, along with formats for reimbursable rate exhibits required to be submitted by various DoD Components. These reimbursable rate exhibits are required to be submitted in support of the President's Budget submission each year (normally these are to be submitted by March 1). The "DoDFMR" also is available at the Office of the Under Secretary of Defense (Comptroller) website (www.dtic.mil/comptroller/).

DoD reimbursable rates for FY 2002 should be approved and published in advance of October 1, 2001, in order to allow for sufficient lead-time for use in the budget execution process and the updating of billing systems. To accomplish that, exhibits and other information used in the rate setting process should be submitted to this office in as timely a manner as feasible.

Exhibits and other information used in developing the subject rates are required to be submitted to this office in conjunction with the President's Budget submission and generally is required to be provided by March 1 each year. However, due to the delay in the submission of FY 2002 President's Budget submission this year, development of some rate exhibits may need to be delayed. For those rate exhibits directly linked to the FY 2002 President's Budget Exhibits, please submit the required exhibits based on the same schedule that will be published by the Program/Budget Directorate for submission of budget exhibits in support of the FY 2002 President's Budget. For rate exhibits required by Volume 11A, Chapter 6, of the "DoDFMR" that are independent of the FY 2002 President's Budget Exhibits, please submit those rate exhibits on March 1, 2001, as usual. Those exhibits should be submitted to the Deputy Chief Financial Officer, Attention: Director, Finance Policy, 1100 Defense Pentagon, Room 3E843, Washington, D.C. 20301-1100.

Questions regarding the reimbursable rates may be addressed to Ms. Geri Manning. She may be reached by e-mail: manningg@osd.pentagon.mil or by telephone at (703) 602-0155.



Nelson Toye

Deputy Chief Financial Officer

cc:
Director, Defense Finance and Accounting Service
Office of Deputy Comptroller, (Program/Budget),
Operations and Personnel