MEMORANDUM FOR ASSISTANT SECRETARY OF THE ARMY (FINANCIAL MANAGEMENT AND COMPTROLLER)
ASSISTANT SECRETARY OF THE NAVY (FINANCIAL MANAGEMENT AND COMPTROLLER)
ASSISTANT SECRETARY OF THE AIR FORCE (FINANCIAL MANAGEMENT AND COMPTROLLER)
DIRECTOR, ADMINISTRATION AND MANAGEMENT DIRECTORS OF THE DEFENSE AGENCIES

SUBJECT: Fiscal Year (FY) 2011 Department of Defense (DoD) Reimbursable Rates

The attached FY 2011 DoD reimbursable rates for contract administration services and contract administration and audit services rates for the National Aeronautics and Space Administration are now available on the reimbursable rates page of the Office of the Under Secretary of Defense (Comptroller) website:

(http://www.dod.mil/comptroller/rates)

You may direct questions pertaining to these rates to Ms. Karen Nakama at (703) 614-6663, or email karen.nakama@osd.mil or Mr. James Wroten at (703) 697-3253, or email Jim.Wroten@osd.mil.

John P. Roth
Deputy Comptroller

Attachments:
As stated
CONTRACT ADMINISTRATION AND AUDIT SERVICES RATES
FOR THE
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION
FISCAL YEAR 2011

Composite hourly rates and target hour ceilings for contract administration and contract audit services to be provided by DoD activities to the National Aeronautics and Space Administration (NASA) for FY 2011 are as follows:

<table>
<thead>
<tr>
<th>SUPPORTING DOD COMPONENT</th>
<th>RATE PER DIRECT HOUR</th>
<th>NASA APPROVED TARGET HOURS CEILING¹⁺²/</th>
</tr>
</thead>
<tbody>
<tr>
<td>Navy</td>
<td>111.45</td>
<td>9,000</td>
</tr>
<tr>
<td>Defense Contract Audit Agency (DCAA)</td>
<td>113.84</td>
<td>110,000</td>
</tr>
<tr>
<td>Defense Contract Management Agency (DCMA)</td>
<td>109.28</td>
<td>301,267</td>
</tr>
<tr>
<td>Total NASA Approved Hours</td>
<td></td>
<td>420,267</td>
</tr>
</tbody>
</table>

Notes:

1/ The DCAA and DCMA are responsible for the management and further distribution of the target hour ceiling under their control.

2/ The DoD/NASA agreement requires that reimbursements earned are monitored to determine if they are in line with the annual target hour ceiling. Each DoD component is to review billings at least quarterly and report any significant deviations from the assigned hourly target. If a component determines that the target ceiling will be exceeded, the excess hours must be coordinated with the NASA. If the excess hours total, or exceed, 7 percent of the target ceiling, they must notify the Office of the Under Secretary of Defense (Comptroller) Program/Budget to initiate an amendment to the DoD/NASA annual agreement.