

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

JUL 0 2 2020

(Program/Budget)

MEMORANDUM FOR CHIEF MANAGEMENT OFFICER OF THE DEPARTMENT OF DEFENSE

> 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) **DIRECTORS OF DEFENSE AGENCIES** DIRECTORS OF DOD FIELD ACTIVITIES

SUBJECT: Fiscal Year 2020 Department of Defense Reimbursable Rates

The attached Fiscal Year 2020 Department of Defense 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: (https://comptroller.defense.gov/Financial-Management/Reports/rates2020).

You may direct questions pertaining to these rates to Mr. Hairo Ortiz at (703) 571-9178, or email hairo.r.ortiz.civ@mail.mil.

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Anne J. McAndrew DoD Deputy Comptroller (Program/Budget)

Attachments: As stated

## CONTRACT ADMINISTRATION FISCAL YEAR 2020

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 agencies, the public, and Foreign Military Sales (FMS) customers. Rates to be used for the National Aeronautics and Space Administration (NASA) are at TAB L. The FMS customers are to be billed in accordance with subsections 070406 and 080601 of Volume 15, "Security Assistance Policy and Procedures," of the DoD Financial Management Regulation (DoD 7000.14-R).

PERFORMING DOD COMPONENT	OTHER FEDERAL <u>AGENCIES</u>	FMS RATES <sup>1/</sup>	PUBLIC RATES <sup>2/</sup>
Air Force	126.94	132.74	138.05
Navy	100.26	106.88	111.16
Defense Contract Audit Agency (DCAA)	132.50	138.09	143.62
Defense Contract Management Agency (DCMA)	104.01	111.66	116.13

## Notes:

- In addition to the Other Federal Agencies rate, the Foreign Military Sales hourly rate includes 6.9 percent for the Air Force, Navy and DCAA, and 9.1 percent for the DCMA for their unfunded civilian retirement costs. This equates to \$5.80 (Air Force), \$6.62 (Navy), \$5.59 (DCAA), and \$7.65 (DCMA).
- 2/ The Public rates include the Other Federal Agencies rates, an additional 6.9 percent for the Air Force, Navy and DCAA, and 9.1 percent for the DCMA of total labor for unfunded civilian retirement costs, and a 4 percent asset use charge. (An asset use charge is a factor added to the base rate to recoup depreciation and interest on investments for use of the DoD facilities and equipment.) The asset use amounts are \$5.31 (Air Force), \$4.28 (Navy), \$5.53 (DCAA), and \$4.47 (DCMA).