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Exhibit R-2, RDT&E Budget Item Justification: PB 2015 Defense Contract Management Agency **Date:** March 2014

Appropriation/Budget Activity 0400: <i>Research, Development, Test & Evaluation, Defense-Wide / BA 5: System Development & Demonstration (SDD)</i>	R-1 Program Element (Number/Name) PE 0605013BL / <i>Information Technology Development</i>
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COST (\$ in Millions)	Prior Years	FY 2013	FY 2014	FY 2015 Base	FY 2015 OCO #	FY 2015 Total	FY 2016	FY 2017	FY 2018	FY 2019	Cost To Complete	Total Cost
Total Program Element	108.385	11.574	13.812	12.530	-	12.530	12.631	13.303	13.646	13.919	Continuing	Continuing
01: <i>Systems Modifications and Development</i>	108.385	11.574	13.812	12.530	-	12.530	12.631	13.303	13.646	13.919	Continuing	Continuing

The FY 2015 OCO Request will be submitted at a later date.

A. Mission Description and Budget Item Justification

The Defense Contract Management Agency (DCMA) is a Department of Defense (DoD) Combat Support Agency responsible for ensuring the integrity of the government contracting process and providing a broad range of acquisition management services. DCMA's contract management mission provides contract administration services (CAS) to our military services worldwide and contingency contract support in theater. DCMA provides CAS on more than 324,000 prime contracts being performed at more than 18,500 contractor locations. The face value of these agency-managed contracts exceeds \$1,963 billion, and the agency manages more than one million financial transactions annually to authorize disbursement of approximately \$155 billion. DCMA performs its mission through the employment 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.

DCMA's strategic vision is to be DoD's leading experts in Quality Assurance; Cost, Schedule and Supply Chain Predictability; and Contract Administration; enabling our military service and DoD Agency partners to achieve contract objectives. Their ability to achieve contract objectives in a timely and effective manner in part hinges on DCMA's ongoing efforts to continually enhance and modernize its Information Technology portfolio in order to research, develop, and implement either more efficient solutions or solutions that will provide our contract partners the ability to realize business process efficiencies. With minimal investment in DCMA toolsets the Department has and can continue to realize efficiencies not just with DCMA but tremendous efficiencies through effective, standardized contract management.

DCMA is continuously executing a strategy to modernize and consolidate all web-based applications in concert with a new Enterprise Architecture framework that adheres strictly to the Business Enterprise Architecture (BEA). Investment in newer modern technologies that utilize business process driven frameworks will greatly improve not only the quality of the DCMA contract information but allow DCMA to realize internal process efficiencies. The web-based capabilities support DCMA's unique mission and provide cross functional capabilities that support the full range of acquisition and contract management. The capabilities help DCMA acquisition workforce access real time data; thus, enabling them to make sound contract management and business decisions. The objective behind the web-based capabilities is to provide mission-effective and efficient solutions to unique sets of problems that slow down or hinder performance based contract management for DCMA and other DoD support components.

FY 2013 Actual: In FY 2013(\$11.574) DCMA enabled real time dashboard reporting and alerts for critical mission, financial and business support areas; streamlined Contract Administration processes and interfaces improving data exchange across the DoD Acquisition Enterprise; improved resource allocation through workload

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visualization, resource compliance, skill set identification, and technology requirements; and helped to increase DoD's buying power through Procurement Contracting Officer (PCO) visibility of contractor business systems, indirect expense rates and other negotiation information.

FY 2014-2015 Plan: In FY 2014 (\$13.812) and FY 2015 (\$12.530) DCMA's primary focus is 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 business processes and consolidate 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, and development of the new capabilities.

B. Program Change Summary (\$ in Millions)	FY 2013	FY 2014	FY 2015 Base	FY 2015 OCO	FY 2015 Total
Previous President's Budget	12.699	13.812	14.083	-	14.083
Current President's Budget	11.574	13.812	12.530	-	12.530
Total Adjustments	-1.125	-	-1.553	-	-1.553
• Congressional General Reductions	-	-			
• Congressional Directed Reductions	-	-			
• Congressional Rescissions	-0.017	-			
• Congressional Adds	-	-			
• Congressional Directed Transfers	-	-			
• Reprogrammings	-	-			
• SBIR/STTR Transfer	-	-			
• Sequestration Reduction	-1.108	-	-	-	-
• Departmental Reductions	-	-	-1.553	-	-1.553

Change Summary Explanation

Programmatic changes are due to Departmental adjustments.

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Exhibit R-2A, RDT&E Project Justification: PB 2015 Defense Contract Management Agency										Date: March 2014		
Appropriation/Budget Activity 0400 / 5					R-1 Program Element (Number/Name) PE 0605013BL / Information Technology Development				Project (Number/Name) 01 / Systems Modifications and Development			
COST (\$ in Millions)	Prior Years	FY 2013	FY 2014	FY 2015 Base	FY 2015 OCO #	FY 2015 Total	FY 2016	FY 2017	FY 2018	FY 2019	Cost To Complete	Total Cost
01: Systems Modifications and Development	108.385	11.574	13.812	12.530	-	12.530	12.631	13.303	13.646	13.919	Continuing	Continuing
Quantity of RDT&E Articles	0.000	-	-	-	-	-	-	-	-	-		

The FY 2015 OCO Request will be submitted at a later date.

A. Mission Description and Budget Item Justification

The Defense Contract Management Agency (DCMA) is a Department of Defense (DoD) Combat Support Agency responsible for ensuring the integrity of the government contracting process and providing a broad range of acquisition management services. DCMA's contract management mission provides contract administration services (CAS) to our military services worldwide and contingency contract support in theater. DCMA provides CAS on more than 324,000 prime contracts being performed at more than 18,500 contractor locations. The face value of these agency-managed contracts exceeds \$1,963 billion, and the agency manages more than one million financial transactions annually to authorize disbursement of approximately \$155 billion. DCMA performs its mission through the employment 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.

DCMA's strategic vision is to be DoD's leading experts in Quality Assurance; Cost, Schedule and Supply Chain Predictability; and Contract Administration; enabling our military service and DoD Agency partners to achieve contract objectives. Their ability to achieve contract objectives in a timely and effective manner in part hinges on DCMA's ongoing efforts to continually enhance and modernize its Information Technology portfolio in order to research, develop, and implement either more efficient solutions or solutions that will provide our contract partners the ability to realize business process efficiencies. With minimal investment in DCMA toolsets the Department has and can continue to realize efficiencies not just with DCMA but tremendous efficiencies through effective, standardized contract management.

B. Accomplishments/Planned Programs (\$ in Millions, Article Quantities in Each)

	FY 2013	FY 2014	FY 2015
Title: Software Development	11.574	13.812	12.530
Articles:	-	-	-
Description: DCMA is executing a strategy to modernize and consolidate all web-based applications in concert with a new Enterprise Architecture framework that adheres strictly to the Business Enterprise Architecture (BEA). Investment in newer modern technologies that utilize business process driven frameworks will greatly improve not only the quality of the DCMA contract information but allow DCMA to realize internal process efficiencies. The web-based capabilities support DCMA's unique mission and provide cross functional capabilities that support the full range of acquisition and contract management. The capabilities help DCMA acquisition workforce access real time data; thus, enabling them to make sound contract management and business			

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Appropriation/Budget Activity 0400 / 5	R-1 Program Element (Number/Name) PE 0605013BL / <i>Information Technology Development</i>	Project (Number/Name) 01 / <i>Systems Modifications and Development</i>	
B. Accomplishments/Planned Programs (\$ in Millions, Article Quantities in Each)		FY 2013	FY 2014
<p>decisions. The objective behind the web-based capabilities is to provide mission-effective and efficient solutions to unique sets of problems that slow down or hinder performance based contract management for DCMA and other DoD support components.</p> <p>FY 2013 Accomplishments: DCMA enabled real time dashboard reporting and alerts for critical mission, financial and business support areas; streamlined Contract Administration processes and interfaces improving data exchange across the DoD Acquisition Enterprise; improved resource allocation through workload visualization, resource compliance, skill set identification, and technology requirements; and helped to increase DoD's buying power through Procurement Contracting Officer (PCO) visibility of contractor business systems, indirect expense rates and other negotiation information.</p> <p>FY 2014 Plans: DCMA will continue to evolve EITS functionality to focus on the development and integration of related enterprise tool solutions and data sources which increase the depth of supply chain assessment, increase automation, and therefore enhance the accuracy and efficiency of these assessment products while providing access to external customer users; enhance the functionality of the Contractor Business Analysis Repository (CBAR); fully develop the Learned Management System (LMS); and develop agency level Performance Indicators to assess the contract management performance. Also, DCMA is planning to develop solutions for using enterprise actionable data in a mobile environment; and to explore the use of Virtual Desktop Interface (VDI) for day-to-day operations that will support the mobility of the Agency. Development and migration to IWMS and DCMA 360, which provides an integrated suite of DCMA collaborative web-applications, will be a major focus in the future as well and the development of an Enterprise Surveillance Plan tool that will analyze technical requirements and contract risk, and determine surveillance requirement. In addition DCMA will start reengineering Contract Administration and Line of Service business processes.</p> <p>FY 2015 Plans: DCMA's primary focus for FY15 is 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 business processes and consolidate 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, and development of the new capabilities.</p>			
Accomplishments/Planned Programs Subtotals		11.574	13.812
		12.530	

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C. Other Program Funding Summary (\$ in Millions)											
			<u>FY 2015</u>	<u>FY 2015</u>	<u>FY 2015</u>					<u>Cost To</u>	
<u>Line Item</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>Base</u>	<u>OCO</u>	<u>Total</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>	<u>Complete</u>	<u>Total Cost</u>
• 0701113BL: PDW: <i>Procurement Operations</i>	1.957	5.711	4.325	-	4.325	2.513	2.678	2.903	2.961	Continuing	Continuing
• 0701113 BL: O&M: <i>Procurement Operations</i>	151.343	115.606	114.237	-	114.237	115.006	119.355	118.927	121.167	Continuing	Continuing
Remarks											
D. Acquisition Strategy											
Contractors are utilized to perform specialized functions such as software development and testing. A number of mini-competitions are held with Federal Supply Schedule, Government Wide Acquisition Contracts, and DCMA Basic Purchasing Agreement Vendors.											
E. Performance Metrics											
N/A											

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Exhibit R-3, RDT&E Project Cost Analysis: PB 2015 Defense Contract Management Agency												Date: March 2014		
Appropriation/Budget Activity 0400 / 5						R-1 Program Element (Number/Name) PE 0605013BL / <i>Information Technology Development</i>				Project (Number/Name) 01 / <i>Systems Modifications and Development</i>				

Product Development (\$ in Millions)				FY 2013		FY 2014		FY 2015 Base		FY 2015 OCO		FY 2015 Total			
Cost Category Item	Contract Method & Type	Performing Activity & Location	Prior Years	Cost	Award Date	Cost	Award Date	Cost	Award Date	Cost	Award Date	Cost	Cost To Complete	Total Cost	Target Value of Contract
Software Development	C/Various	TBD : TBD	108.385	11.574		13.812		12.530		-		12.530	Continuing	Continuing	N/A
Subtotal			108.385	11.574		13.812		12.530		-		12.530	-	-	-

	Prior Years	FY 2013		FY 2014		FY 2015 Base		FY 2015 OCO		FY 2015 Total	Cost To Complete	Total Cost	Target Value of Contract
Project Cost Totals	108.385	11.574		13.812		12.530		-		12.530	-	-	-

Remarks

DCMA Information Technology supports the Agency's combat support mission through unique software applications that improve its contract management workforce's productivity, efficiency, and effectiveness.

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Exhibit R-4, RDT&E Schedule Profile: PB 2015 Defense Contract Management Agency										Date: March 2014			
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	FY 2013				FY 2014				FY 2015				FY 2016				FY 2017				FY 2018				FY 2019			
	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4
Phase IX - Development																												
Phase IX - Testing																												
Phase IX - Deployment																												
Phase X - Development																												
Phase X - Testing																												
Phase X - Deployment																												
Phase XI - Development																												
Phase XI - Testing																												
Phase XI - Deployment																												
Phase XII - Development																												
Phase XII - Testing																												
Phase XII - Deployment																												
Phase XIII - Development																												
Phase XIII - Testing																												
Phase XIII - Deployment																												
Phase XIV - Development																												
Phase XIV - Testing																												
Phase XIV - Deployment																												
Phase XV - Development																												
Phase XV - Testing																												
Phase XV - Deployment																												

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Exhibit R-4A, RDT&E Schedule Details: PB 2015 Defense Contract Management Agency			Date: March 2014
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Schedule Details

Events	Start		End	
	Quarter	Year	Quarter	Year
Phase IX - Development	1	2013	3	2013
Phase IX - Testing	2	2013	4	2013
Phase IX - Deployment	4	2013	4	2013
Phase X - Development	1	2014	3	2014
Phase X - Testing	2	2014	4	2014
Phase X - Deployment	4	2014	4	2014
Phase XI - Development	1	2015	3	2015
Phase XI - Testing	2	2015	4	2015
Phase XI - Deployment	4	2015	4	2015
Phase XII - Development	1	2016	3	2016
Phase XII - Testing	2	2016	4	2016
Phase XII - Deployment	4	2016	4	2016
Phase XIII - Development	1	2017	3	2017
Phase XIII - Testing	2	2017	4	2017
Phase XIII - Deployment	4	2017	4	2017
Phase XIV - Development	1	2018	3	2018
Phase XIV - Testing	2	2018	4	2018
Phase XIV - Deployment	4	2018	4	2018
Phase XV - Development	1	2019	3	2019
Phase XV - Testing	2	2019	4	2019
Phase XV - Deployment	4	2019	4	2019