Presentation to NDIA
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Agency Priorities

- Strengthening DCAA’s Talented Workforce
- Delivering High Quality Services and Products
- Requirements/Workload and Resources
- Supporting Overseas Contingency Operations
- Improve Communications and Working Relationships with Stakeholders
Deliver High Quality Services and Products

Accomplishments

- Established proposal walk-through and early identification of issues/inadequacies
- Initiated Raytheon CAC pilot project
- Issued extensive changes to audit guidance, procedures and processes.
- Agency-wide Audit Training Initiative – QA/Policy Training by April 2011.
- Authorized additional management/supervisory position to allow more time on audits.
- Held Agency-wide FAO Managers Conference.
Working with Stakeholders to defer or divest low risk workload - will allow DCAA to focus on higher risk work with larger payback to Warfighter/Taxpayer.

Added 500 new employees over the last 2 years


- Increased Thresholds for Price Proposal Audits
- Forward Pricing Rate Agreements/Forward Pricing Rate Recommendations
- Financial Capability Reviews
- Purchasing System Reviews
- Contractor Business Systems Rule
Making a concerted effort to engage with stakeholders:

- Issued “Rules of Engagement”.
- Initiated regular high level meetings with contracting community.
- Executives participated at speaking engagements with DoD Procurement and Contractor Associations.
- Issued Joint DCAA/DCMA Directors Memorandums.
DCAA Rules of Engagement

- Issued guidance on establishing open and effective communications with all stakeholders

- Rules cover communications during each phase of the audit:
  - Establishing the engagement
  - Entrance conference
  - During the audit
  - Exit conference
  - Post report issuance
  - Negotiations
Contractor business systems and internal controls – the first line of defense against waste, fraud, and abuse

Proposed Rule

- defines systems as accounting, estimating, purchasing, EVMS, MMAS, and property management, and
- defines and establishes specific criteria for each business system & provides for withhold provision when a business system contains deficiencies.

DCAA

- aligning its review of contractor’s business systems with the proposed rule
- proposed process includes reporting contractor compliance with DFARS criteria and reporting any deficiencies to contracting officer for their determination for approving or disapproving business system.
Contractor Support to Facilitate a More Timely Audit Process

- Adequate contractor submissions and assertions
- Adequate supporting data in a timely manner and timely access to key contractor personnel responsible for contractor support
- Real-time DCAA access to contractor systems
Additional information on DCAA and Points of Contact available at www.dcaa.mil